



**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY**

---

**COMPLIANCE EXAMINATION**

**(In Accordance with the Single Audit Act  
and Applicable Federal Regulations)  
For the Year Ended June 30, 2019**

**Performed as Special Assistant Auditors  
For the Auditor General, State of Illinois**

The background of the lower half of the page is an abstract, grayscale geometric pattern consisting of overlapping, semi-transparent planes and lines, creating a sense of depth and complexity.

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**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
COMPLIANCE EXAMINATION  
(In Accordance with the Single Audit Act and Applicable Federal Regulations)  
For the Year Ended June 30, 2019**

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Financial Statement Report:

Eastern Illinois University’s financial statements as of and for the year ended June 30, 2019 and 2018, have been issued under a separate cover. Additionally, in accordance with *Government Auditing Standards*, we have issued the Report Required Under Government Auditing Standards for the year ended June 30, 2019, on our consideration of Eastern Illinois University’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters, under a separate cover. The purpose of this report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Eastern Illinois University’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of the audit.

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
COMPLIANCE EXAMINATION  
For the Year Ended June 30, 2019**

**UNIVERSITY OFFICIALS**

|   |   |
|---|---|
| President   | Dr. David M. Glassman   |
| Provost and Vice President for Academic Affairs     | Dr. Jay D. Gatrell  |
| Interim Vice President for Business Affairs         | Mr. Paul A. McCann  |
| Interim Vice President for Student Affairs          | Ms. Lynette F. Drake  |
| Vice President for University Advancement           | Vacant (through 7/14/19)<br>Mr. Kenneth A. Wetstein<br>(starting 7/15/19) |
| Interim Director of Business Services and Treasurer | Ms. Linda Holloway  |
| General Counsel                                     | Vacant (through 7/29/18)<br>Ms. Laura McLaughlin<br>(starting 7/30/18)    |
| Director of Internal Auditing                       | Ms. Leigh C. Moon   |

**BOARD OF TRUSTEES** (as of June 30, 2019)

|                  |                          |
|------------------|--------------------------|
| Chairperson      | Ms. Barbara Baurer       |
| Vice Chairperson | Mr. Joseph R. Dively     |
| Secretary        | Mr. Phillip Thompson     |
| Member Pro-Temp  | Dr. Audrey Edwards       |
| Member           | Mr. C. Christopher Hicks |
| Member           | Ms. Joyce Madigan        |
| Member           | Mr. Martin Ruhaak        |
| Student Member   | Mr. Zach Cohen           |

University offices are located at:

600 Lincoln Avenue  
Charleston, Illinois 61920



MANAGEMENT ASSERTION LETTER

April 30, 2020

Sikich LLP  
132 South Water Street, Suite 300  
Decatur, IL 62523

Ladies and Gentlemen:

We are responsible for the identification of, and compliance with, all aspects of laws, regulations, contracts, or grant agreements that could have a material effect on the operations of Eastern Illinois University (University). We are responsible for and we have established and maintained an effective system of internal controls over compliance requirements. We have performed an evaluation of University's compliance with the following specified requirements during the one-year period ended June 30, 2019. Based on this evaluation, we assert that during the year ended June 30, 2019, the University has materially complied with the specified requirements listed below.

- A. The University has obligated, expended, received, and used public funds of the State in accordance with the purpose for which such funds have been appropriated or otherwise authorized by law.
- B. The University has obligated, expended, received, and used public funds of the State in accordance with any limitations, restrictions, conditions, or mandatory directions imposed by law upon such obligation, expenditure, receipt, or use.
- C. The University has complied, in all material respects, with applicable laws and regulations, including the State uniform accounting system, in its financial and fiscal operations.
- D. State revenues and receipts collected by the University are in accordance with applicable laws and regulations and the accounting and recordkeeping of such revenues and receipts is fair, accurate, and in accordance with law.

E. Money or negotiable securities or similar assets handled by the University on behalf of the State or held in trust by the University have been properly and legally administered, and the accounting and recordkeeping relating thereto is proper, accurate, and in accordance with law.

Yours truly,

Eastern Illinois University

Original signature on file  
in confidential folder

Dr. David M. Glassman, President

Original signature on file  
in confidential folder

Mr. Paul McCann, Interim Vice President for Business Affairs

Original signature on file  
in confidential folder

Ms. Laura McLaughlin, General Counsel

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
COMPLIANCE EXAMINATION  
For the Year Ended June 30, 2019**

**COMPLIANCE REPORT**

**SUMMARY**

The compliance testing performed during this examination was conducted in accordance with *Government Auditing Standards* and in accordance with the Illinois State Auditing Act.

**ACCOUNTANT'S REPORT**

The Independent Accountant's Report on State Compliance, on Internal Control Over Compliance, and on Supplementary Information for State Compliance Purposes does not contain scope limitations, or other significant non-standard language.

**SUMMARY OF FINDINGS**

|   | Current<br>Report | Prior<br>Report |
|---|-------------------|-----------------|
| Findings  | 8                 | 1               |
| Repeated Findings                                 | 1                 | 1               |
| Prior Recommendations Implemented or Not Repeated | 0                 | 3               |

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

| <u>Item No.</u>               | <u>Page</u> | <u>Last<br/>Reported</u> | <u>Description</u>   | <u>Finding Type</u>                      |
|-------------------------------|-------------|--------------------------|--|--|
| FINDINGS (FEDERAL COMPLIANCE) |             |                          |  |  |
| 2019-001                      | 16          | New                      | Noncompliance with enrollment reporting requirements                           | Significant Deficiency and Noncompliance |
| 2019-002                      | 18          | New                      | Federal work study hours during scheduled class hours and errors in timesheets | Significant Deficiency and Noncompliance |
| FINDINGS (STATE COMPLIANCE)   |             |                          |  |  |
| 2019-003                      | 20          | 2018                     | Timesheets not required  | Significant Deficiency and Noncompliance |
| 2019-004                      | 21          | New                      | Noncompliance with statutory mandates  | Significant Deficiency and Noncompliance |
| 2019-005                      | 23          | New                      | Inadequate controls over University procurement card transactions              | Significant Deficiency and Noncompliance |

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For the Year Ended June 30, 2019**

| <u>Item No.</u>                         | <u>Page</u> | <u>Last Reported</u> | <u>Description</u>   | <u>Finding Type</u>                      |
|---|-------------|----------------------|--|--|
| FINDINGS (STATE COMPLIANCE) – CONTINUED |             |                      |  |  |
| 2019-006                                | 26          | New                  | Inadequate compliance with payment card industry data security standards                       | Significant Deficiency and Noncompliance |
| 2019-007                                | 28          | New                  | Weaknesses in cybersecurity programs and practices   | Significant Deficiency and Noncompliance |
| 2019-008                                | 30          | New                  | Lack of adequate controls over the review of internal controls over external service providers | Significant Deficiency and Noncompliance |

EXIT CONFERENCE

The findings and recommendations appearing in this report were discussed with University officials at an exit conference on April 17, 2020, via phone.

Attending were:

Eastern Illinois University

Paul McCann, Interim Vice President of Business Affairs  
Michael Hutchinson, Assistant Comptroller

Office of the Auditor General

Peggy Hartson, Manager

Sikich LLP

Thomas Leach, Partner  
Meredith Angel, Senior Manager  
Amanda Neeley, Senior Accountant

The responses to the recommendations were provided by Michael Hutchinson, Assistant Comptroller, in correspondence dated April 29, 2020.

INDEPENDENT ACCOUNTANT'S REPORT ON STATE COMPLIANCE,  
ON INTERNAL CONTROL OVER COMPLIANCE, AND ON  
SUPPLEMENTARY INFORMATION FOR STATE COMPLIANCE PURPOSES

Honorable Frank J. Mautino  
Auditor General  
State of Illinois

and

Board of Trustees of  
Eastern Illinois University

**Compliance**

As Special Assistant Auditors for the Auditor General, we have examined compliance by Eastern Illinois University (University) with the specified requirements listed below, as more fully described in the *Audit Guide for Financial Audits and Compliance Attestation Engagements of Illinois State Agencies (Audit Guide)* as adopted by the Auditor General, during the year ended June 30, 2019. Management of the University is responsible for compliance with the specified requirements. Our responsibility is to express an opinion on the University's compliance with the specified requirements based on our examination.

The specified requirements are:

- A. The University has obligated, expended, received, and used public funds of the State in accordance with the purpose for which such funds have been appropriated or otherwise authorized by law.
- B. The University has obligated, expended, received, and used public funds of the State in accordance with any limitations, restrictions, conditions or mandatory directions imposed by law upon such obligation, expenditure, receipt or use.
- C. The University has complied, in all material respects, with applicable laws and regulations, including the State uniform accounting system, in its financial and fiscal operations.
- D. State revenues and receipts collected by the University are in accordance with applicable laws and regulations and the accounting and recordkeeping of such revenues and receipts is fair, accurate and in accordance with law.

- E. Money or negotiable securities or similar assets handled by the University on behalf of the State or held in trust by the University have been properly and legally administered and the accounting and recordkeeping relating thereto is proper, accurate, and in accordance with law.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants, the standards applicable to attestation engagements contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the Illinois State Auditing Act (Act), and the *Audit Guide*. Those standards, the Act, and the *Audit Guide* require that we plan and perform the examination to obtain reasonable assurance about whether the University complied with the specified requirements in all material respects. An examination involves performing procedures to obtain evidence about whether the University complied with the specified requirements. The nature, timing and extent of the procedures selected depend on our judgement, including an assessment of the risks of material noncompliance with the specified requirements, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Our examination does not provide a legal determination on the University's compliance with specified requirements.

In our opinion, the University complied with the specified requirements during the year ended June 30, 2019, in all material respects. However, the results of our procedures disclosed instances of noncompliance with the specified requirements, which are required to be reported in accordance with criteria established by the *Audit Guide* and are described in the accompanying Schedule of Findings and Questioned Costs as items 2019-001 through 2019-008.

The University's responses to the findings identified in our examination are described in the accompanying Schedule of Findings and Questioned Costs. The University's responses were not subjected to the procedures applied in the examination and, accordingly, we express no opinion on the responses.

The purpose of this report is solely to describe the scope of our testing and the results of that testing in accordance with the requirements of the *Audit Guide*. Accordingly, this report is not suitable for any other purpose.

### **Internal Control Over Compliance**

Management of the University is responsible for establishing and maintaining effective internal control over compliance with the specified requirements (internal control).

In planning and performing our examination, we considered the University's internal control to determine the examination procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the University's compliance with the specified requirements and to test and report on the University's internal control in accordance with the *Audit Guide*, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control. Accordingly, we do not express an opinion on the effectiveness of the University's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with the specified requirements on a timely basis. *A material*

*weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that material noncompliance with the specified requirements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our examination, we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify deficiencies in internal control described in the accompanying Schedule of Findings and Questioned Costs as items 2019-001 through 2019-008 that we consider to be significant deficiencies.

As required by the *Audit Guide*, immaterial findings excluded from this report have been reported in a separate letter.

The University's responses to the internal control findings identified in our examination are described in the accompanying Schedule of Findings and Questioned Costs. The University's responses were not subjected to the procedures applied in the examination and, accordingly, we express no opinion on the responses.

The purpose of this report is solely to describe the scope of our testing of internal control and the results of that testing based on the requirements of the *Audit Guide*. Accordingly, this report is not suitable for any other purpose.

### **Supplementary Information for State Compliance Purposes**

As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the business-type activities and the aggregate discretely presented component units of the University as of and for the year ended June 30, 2019 (not presented herein), and have issued our report thereon dated March 16, 2020, which contained unmodified opinions on those financial statements. Our report includes a reference to other auditors who audited the financial statements of the University's discretely presented component units, as described in our report on the University's financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the University's basic financial statements. We have not performed any procedures with respect to the audited financial statements subsequent to March 16, 2020. The accompanying supplementary information for the year ended June 30, 2019 in Schedules 1 through 21 is presented for the purposes of additional analysis and is not a required part of the basic financial statements of the University. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The accompanying supplementary information for the year ended June 30, 2019 in Schedules 1 through 21 has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information for the year ended June 30, 2019 in Schedules 1 through

21 is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2019.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the University's basic financial statements as of and for the year ended June 30, 2018 (not presented herein) and have issued our report thereon dated March 13, 2019, which contained unmodified opinions on the financial statements of the business-type activities and the aggregate discretely presented component units. The accompanying supplementary information for the year ended June 30, 2018, in Schedules 3 through 7 is the responsibility of the University's management and was derived from and related directly to the underlying accounting and other records used to prepare the June 30, 2018 financial statements. The accompanying supplementary information for the year ended June 30, 2018 in Schedules 3 through 7 has been subjected to the auditing procedures applied in the audit of June 30, 2018 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those basic financial statements or to those basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information for the year ended June 30, 2018 in Schedules 3 through 7 is fairly stated in all material respects in relation to the basic financial statements, as a whole, for the year ended June 30, 2018.

The accompanying supplementary information in the Analysis of Operations Section is presented for the purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

**SIGNED ORIGINAL ON FILE**

Decatur, Illinois  
April 30, 2020

132 South Water Street., Suite 300  
Decatur, IL 62723  
217.423.6000

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INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Honorable Frank J. Mautino  
Auditor General  
State of Illinois

and

Board of Trustees  
Eastern Illinois University

**Report on the Financial Statements**

As Special Assistant Auditors for the Auditor General, we have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities and its aggregate discretely presented component units of Eastern Illinois University (University), collectively a component unit of the State of Illinois, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the University’s basic financial statements, and we have issued our report thereon dated March 16, 2020. Our report includes a reference to other auditors who audited the financial statements of the University’s discretely presented component units, as described in our report on the University’s financial statements. This report does not include the results of the other auditors’ testing of internal control over financial reporting (internal control) or compliance and other matters for the aggregate discretely presented component units that were reported on separately by those auditors.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the University’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not

express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Internal Control Over Financial Reporting**

Management of the University is responsible for establishing and maintaining effective internal control over financial reporting (internal control).

In planning and performing our audit of the financial statements, we considered the University's internal control to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control. Accordingly, we do not express an opinion on the effectiveness of the University's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the University's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the University's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

**SIGNED ORIGINAL ON FILE**

Decatur, Illinois  
March 16, 2020

132 South Water Street., Suite 300  
Decatur, IL 62723  
217.423.6000

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INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

Honorable Frank J. Mautino  
Auditor General  
State of Illinois

and

Board of Trustees  
Eastern Illinois University

**Report on Compliance for Each Major Federal Program**

As Special Assistant Auditors for the Auditor General, we have audited compliance by Eastern Illinois University (University) with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the University’s major federal programs for the year ended June 30, 2019. The University’s major federal programs are identified in the Summary of Auditor’s Results section of the accompanying Schedule of Findings and Questioned Costs.

**Management’s Responsibility**

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

**Auditor’s Responsibility**

Our responsibility is to express an opinion on compliance for each of the University’s major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the University's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the University's compliance.

### **Opinion on Each Major Federal Program**

In our opinion, the University complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2019.

### **Other Matters**

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2019-001 and 2019-002. Our opinion on each major federal program is not modified with respect to these matters.

The University's responses to the noncompliance findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. The University's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

### **Report on Internal Control Over Compliance**

Management of the University is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the University's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the University's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control

over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we did identify certain deficiencies in internal control over compliance, described in the accompanying Schedule of Findings and Questioned Costs as items 2019-001 and 2019-002 that we consider to be significant deficiencies.

The University's responses to the internal control over compliance findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. The University's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

### **Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

We have audited the financial statements of the business-type activities and aggregate discretely presented component units of the University as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the University's basic financial statements. We issued our report thereon dated March 16, 2020, which contained unmodified opinions on those financial statements. Our report includes a reference to other auditors, who audited the financial statements of the University's discretely presented component units, as described in our report on the University's financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

**SIGNED ORIGINAL ON FILE**

Decatur, Illinois  
April 30, 2020

**STATE OF ILLINOIS  
 EASTERN ILLINOIS UNIVERSITY  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 For the Year Ended June 30, 2019**

**SUMMARY OF AUDITOR'S RESULTS**

*Financial Statements*

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: *Unmodified*

Internal control over financial reporting:

- Material weakness(es) identified?  Yes  No
- Significant deficiency(ies) identified?  Yes  None Reported

Noncompliance material to the financial statements noted?  Yes  No

*Federal Awards*

Internal control over major federal programs:

- Material weakness(es) identified?  Yes  No
- Significant deficiency(ies) identified?  Yes  None Reported

Any audit findings disclosed that are required to be reported in accordance with 2 C.F.R. § 200.516(a)?  Yes  No

Identification of major federal programs:

| CFDA Number(s)                                    | Name of Federal Program or Cluster |
|---|------------------------------------|
| 84.007, 84.033, 84.038,<br>84.063, 84.268, 84.379 | Student Financial Aid Cluster      |

Dollar threshold used to distinguish between type A and type B programs: **\$750,000**

Auditee qualified as a low-risk auditee?  Yes  No

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**CURRENT FINDINGS – FEDERAL COMPLIANCE**

**2019-001. FINDING** (Noncompliance with enrollment reporting requirements)

|                              |   |
|------------------------------|---|
| <b>Federal Agency:</b>       | U.S. Department of Education                          |
| <b>Program Name:</b>         | Student Financial Aid Cluster                         |
| <b>CFDA Numbers:</b>         | 84.063, 84.007, 84.033, 84.038, 84.268, 84.379        |
| <b>Program Expenditures:</b> | \$46,678,445  |
| <b>Award Number(s):</b>      | P033A181143, P063P180106, P007A181143,<br>P379T190106 |
| <b>Questioned Costs:</b>     | None  |

Eastern Illinois University (University) did not timely and accurately submit enrollment status information.

During testing, auditors noted three of 20 (15%) graduate student enrollment status changes for students tested were not reported to the National Student Loan Data System (NSLDS).

Our sample selection was not, and was not intended to be, statistically valid.

The Code of Federal Regulations (34 CFR 690.83(b)(2)) requires the University to submit, in accordance with deadline dates established by the Secretary, other reports and information the Secretary requires and comply with the procedures the Secretary finds necessary to ensure that the reports are correct.

The Code of Federal Regulations (34 CFR 685.309(b)) requires enrollment status changes for students to be reported to the NSLDS within 30 days, or within 60 days, if the student with the status change will be reported on a scheduled transmission within 60 days of the change in status. In addition, the financial aid handbook states if a student's enrollment status falls under part time or the student withdraws, the school must notify the NSLDS within 30 days of the enrollment change.

Uniform Grant Guidance (2 CFR 200.303) requires nonfederal entities receiving federal awards to establish and maintain internal controls designed to reasonably ensure compliance with federal laws, regulations and program compliance requirements. Effective internal controls should include procedures to ensure enrollment reporting is timely completed.

University officials stated the University did not follow up on error reports generated by the National Student Clearinghouse, which feeds information to the NSLDS.

The University has not timely and accurately submitted enrollment status information, which has the potential to delay the start of the repayment period for students who have received loans. (Finding Code No. 2019-001)

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**CURRENT FINDINGS – FEDERAL COMPLIANCE**

**RECOMMENDATION**

We recommend the University review exception reports prepared by the NSLDS and correct student information as necessary.

**UNIVERSITY RESPONSE**

The University agrees with the auditor's recommendation. When the University realized the error reports from the National Student Clearinghouse were not being reviewed and the corrections made in a timely manner, the University began doing so.

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**CURRENT FINDINGS – FEDERAL COMPLIANCE**

**2019-002. FINDING** (Federal work study hours during scheduled class hours and errors in timesheets)

**Federal Agency:** U.S. Department of Education  
**Program Name:** Student Financial Aid Cluster  
**CFDA Numbers:** 84.063, 84.007, 84.033, 84.038, 84.268, 84.379  
**Program Expenditures:** \$46,678,445  
**Award Number(s):** P033A181143  
**Questioned Costs:** \$165

Eastern Illinois University (University) did not review federal work study (FWS) hours worked against class hours scheduled and timesheets to ensure students were not working during a scheduled class and that they were paid for the correct number of hours.

During testing, auditors noted the following:

- Four of 37 (11%) individuals tested participating in the federal work study program did not reflect the correct number of hours worked or had incomplete documentation of the hours worked in their timesheets, resulting in both overpayments and underpayments to the individuals. Documentation showed differences between the hours paid and hours worked ranged from an underpayment totaling one hour to 20 hours overpaid.
- Three of 37 (8%) individuals tested worked during scheduled class hours.

Our sample selection was not, and was not intended to be, statistically valid.

The Code of Federal Regulations (34 CFR 675.19 (b)(2)) requires the institution to establish and maintain program and fiscal records that include a certification by the student's supervisor, an official of the institution or off-campus agency, that each student has worked and earned the amount being paid. The certification must include or be supported by, for students paid on an hourly basis, a time record showing the hours each student worked in clock time sequence, or the total hours worked per day and include a payroll voucher containing sufficient information to support all payroll disbursements.

The Code of Federal Regulations (Code) (34 CFR 675.20 (d)(1)) states a student may be employed under the FWS program and also receive academic credit for the work performed. Those jobs include, but are not limited to, work performed when the student is enrolled in an internship; enrolled in practicum; or employed in a research, teaching, or other assistantship. Further, the Code (34 CFR 675.20 (d)(2)) states a student employed in a FWS job and receiving academic credit for that job may not be paid for receiving instruction in a classroom, laboratory, or other academic setting.

The 2018-2019 Federal Student Aid Handbook, Volume 6, Chapter 2, page 6-43 states in general, students are not permitted to work in FWS positions during scheduled class times.

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**CURRENT FINDINGS – FEDERAL COMPLIANCE**

Exceptions are permitted if an individual class is cancelled, if the instructor has excused the student from attending for a particular day, and if the student is receiving credit for employment in an internship, externship, or community work-study experience. Any such exemptions must be documented.

University officials stated the issues noted above were due to oversight.

Without proper review of hours worked against class hours scheduled and timesheets, federal work study recipients could receive compensation that is not allowed under the Code of Federal Regulations. (Finding Code No. 2019-002)

**RECOMMENDATION**

We recommend the University properly review federal work study hours to ensure none are worked during scheduled class hours and actual hours reported on timesheets are accurate.

**UNIVERSITY RESPONSE**

The University agrees with the auditor's recommendation. The University has implemented a procedure requiring all departments verify student class schedules before authorizing time worked each pay period. All authorized time sheets will be sent to the federal work study administrator for verification and file maintenance.

The University corrected student overpayments by reimbursing FWS monies from University funds. Student underpayments were corrected with University funds and the students were made whole.

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**CURRENT FINDINGS – STATE COMPLIANCE**

**2019-003. FINDING** (Timesheets not required)

Eastern Illinois University (University) did not require positive time reporting for all employees in compliance with the State Officials and Employees Ethics Act (Act).

During testing, auditors noted the University only required positive time reporting for non-faculty employees. Faculty employees are required to certify they have met their work schedule obligations as set forth in their individual Assignment of Duties Form; however, they do not report their time to the nearest quarter hour in accordance with the Act.

The Act required the Illinois Board of Higher Education (IBHE), with respect to State employees of public universities, to adopt and implement personnel policies. The Act (5 ILCS 430/5-5(c)) requires State employees to periodically submit time sheets documenting the time spent each day on official State business to the nearest quarter hour. The IBHE adopted personnel policies for public universities on February 3, 2004, in accordance with the Act. The University has not incorporated these policies into its policies.

During the prior and current engagement periods, University officials stated faculty members work in accordance with their contract. The contract defines faculty responsibilities in terms of credit units; therefore, faculty members report that they worked in accordance with their contract.

By not requiring time sheets from all of its employees, the University does not have complete documentation of time spent by employees on official State business as contemplated by the Act. (Finding Code No. 2019-003, 2018-001, 2017-004, 2016-003, 2015-004, 2014-002, 2013-004, 12-16, 11-7, 10-3, 09-4, 08-5, 07-4, 06-3, 05-4)

**RECOMMENDATION**

We recommend the University require all employees submit timesheets in compliance with State law.

**UNIVERSITY RESPONSE**

The University agrees with the auditor's recommendation. The University has implemented a system that allows employees to document time spent on official State business in accordance with the statute. All University employees are required to use the system. However, faculty members, in accordance with their union contract, use the system to document that they have worked in accordance with the contract. The University will continue to work with the faculty union in an attempt to obtain compliance.

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For the Year Ended June 30, 2019**

**CURRENT FINDINGS – STATE COMPLIANCE**

**2019-004. FINDING (Noncompliance with statutory mandates)**

Eastern Illinois University (University) did not comply with various statutory mandates.

During testing, auditors noted the following:

- The University did not properly update the Department of Children and Family Services (DCFS) Acknowledgment of Mandated Reporter Status form for new employees. The existing form on the University’s website did not contain all the required language. The Abused and Neglected Child Reporting Act (Act) (325 ILCS 5/4(i)) requires any person who enters into employment who is mandated by virtue of that employment to report under the Act, to sign a statement on a form prescribed by DCFS, to the effect that the employee has knowledge and understanding of the reporting requirements of the Act. On and after January 1, 2019, the statement must also include information about available mandated reporter training provided by the Department.

University officials stated they were unaware of the change made on the form.

- The University has not adopted a formal policy on leftover food donations or submitted the policy to the Department of Central Management Services (DCMS) as required. The Illinois Procurement Code (Code) (30 ILCS 500/55-20) requires each State agency entering into or maintaining a contract for the purchase of food under the Code to adopt a policy that permits the donation of leftover food procured by State funds. Additionally, each State agency is required to circulate its policy to all employees and submit the policy to the DCMS on an annual basis beginning December 31, 2018.

University officials stated the noncompliance with the statute was due to oversight.

- The University did not make and deliver a report with its acts and doings to the governor for the previous fiscal year no later than 10 days preceding the calendar year in which the General Assembly regularly convenes. The State Finance Act (30 ILCS 105/3(a)) requires all public institutions of the State, at least ten days preceding each regular session of the General Assembly, to make and deliver to the Governor an annual report of their acts and doings, respectively, arranged so as to show the acts and doings of each for the fiscal year ending in the calendar year immediately preceding the calendar year in which that regular session of the General Assembly convenes.

University officials stated they were unaware of this statutory requirement.

By not implementing the statutorily mandated requirements, the University is failing to address the concerns and issues the legislature considered important and is in noncompliance with State law. (Finding Code No. 2019-004)

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**CURRENT FINDINGS – STATE COMPLIANCE**

**RECOMMENDATION**

We recommend the University ensure it complies with the respective statutory requirements.

**UNIVERSITY RESPONSE**

The new language for the mandated reporting requirement will be incorporated into future training, which will be on a new platform that will allow for better tracking. Until that time, the University has replaced the form available to employees on the web. The University will create a policy regarding its leftover foods and will prepare a report of its acts and doings to the Governor.

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**CURRENT FINDINGS – STATE COMPLIANCE**

**2019-005. FINDING (Inadequate controls over University procurement card transactions)**

Eastern Illinois University (University) did not have adequate internal control over procurement card transactions.

The University operates a procurement card program (P-Card) which allows individuals throughout the University to make purchases on a credit card which are directly paid by the University on a monthly basis. The P-Card program is designed to improve efficiency in purchasing low dollar goods and services.

In a sample of 40 transactions tested, auditors noted the following weaknesses and noncompliance:

- Two (5%) charges tested were for items on an existing contract.
- Two (5%) charges tested for logo/licensing items were not properly approved.
- Seven (18%) charges tested did not have documentation of the fixed asset equipment form submission to the Business Office.
- Eleven (28%) charges tested had a charge and payment that included sales tax. Total sales tax paid for the charges tested was \$138.
- Thirteen (33%) charges were missing proper descriptions entered in the software system.
- Twenty-two (55%) charges tested exceeded the transaction limit of \$2,500 and were made by a cardholder for whom the University did not provide written documentation of advance approval.

The University's Purchasing Card Policy and Procedures Manual (P-Card Manual) states there are certain purchases that cannot be made using a purchasing card, including but not limited to, computer equipment and software not approved by appropriate personnel, items with the University logo not approved by appropriate personnel, items that are on contract, and equipment for which information has not be submitted to the Business office. The P-Card Manual also limits the total value of the purchase in a single transaction to \$2,500 without proper prior approval. The P-Card Manual further requires the specific nature of the expense to be documented in the software utilized by the University to process P-Card transactions. In addition, there should not be a charge for sales tax for any purchase as the University is tax exempt.

The Fiscal Control and Internal Auditing Act (Act) (30 ILCS 10/3001) requires the University to establish and maintain a system, or systems, of internal fiscal and

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**CURRENT FINDINGS – STATE COMPLIANCE**

administrative controls to provide assurance resources are safeguarded against waste, loss, unauthorized use, and misappropriation.

University officials stated the University's P-Card procedures being applied in this finding were not intended to cover these situations.

Failure to exercise adequate internal controls over P-Cards could result in improper expenditures. (Finding Code No. 2019-005)

**RECOMMENDATION**

We recommend the University strengthen its internal controls over P-Card transactions to ensure compliance with the University's policies and procedures.

**UNIVERSITY RESPONSE**

The University disagrees with the auditor's recommendation. The University believes there is adequate internal controls within its P-Card transactions.

The University uses P-cards in two different ways. First, as a credit card. This method covers most of the small transactions of \$2,500 or less. If a holder needs to use it on a larger transaction, its use must be pre-approved by the area's financial manager. Second, as a payment card. Certain holders of P-cards within the Office of Procurement use their cards to make payments to vendors that will accept a credit card for purchases that have been acquired using other methods of acquisition, such as a requisition or purchase order. These payments are not meant to be controlled with the controls documented in the P-card Controls and Procedures Manual.

An example of this is the first bullet. We used the payment card to pay for services on two invoices that were previously bid. Instead of writing a check, the use of the payment card saves the University time and money.

When a fixed asset is paid for by a payment card, the required information is obtained, either through the form or other means. For example, additional information may be noted as comments on a requisition. If the documentation is provided through other means, no additional form is needed.

For some local vendors, sales tax is itemized on the P-card records. However, when the charge is actually run through the system, there is no sales tax charged. This is something that is not new to us and has been an issue of ongoing discussion. There are transactions that inadvertently include sales tax but these transactions do not.

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**CURRENT FINDINGS – STATE COMPLIANCE**

In addition, when the payment card is used by certain offices, descriptions are not entered into the P-card system, because a requisition or purchase order exists to document the reason for the purchase.

On July 22, 2019, we provided over two hundred approvals of increased P-card limits. We believe that all requested approvals for increased P-card limits were provided in Audit Request Number 115.

**AUDITORS' COMMENT**

Regarding the payment card services the University noted was previously bid, the University's P-Card Manual specifically prohibits the use of P-Cards for goods and services received pursuant to a two party contract as noted in the finding.

In addition, for the equipment purchases, neither the form nor other documentation was provided to document compliance with the P-Card Manual's requirement that equipment purchase information was to be submitted to the Business Office.

The eleven transactions noted above as including sales tax were acknowledged by University Business Office personnel during the auditor's fieldwork. In addition, it was noted that as a result of the auditors bringing the issue to the University's attention, one vendor refunded the University the sales tax collected.

The University did provide a list to auditors of individuals with blanket approval to exceed the per transaction limit on P-cards. However, the individual noted in the finding above was not one of the individuals included on the list nor was documentation of prior approval provided to the auditors.

Finally, the University's P-Card Manual does not align with the University's Response in that the P-Card Manual states the P-Card is designed to improve efficiency in purchasing low dollar goods and services, thus eliminating many Purchase Orders and Requests for Payments.

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For the Year Ended June 30, 2019**

**CURRENT FINDINGS – STATE COMPLIANCE**

**2019-006. FINDING (Inadequate compliance with payment card industry data security standards)**

Eastern Illinois University (University) had not completed all requirements to demonstrate full compliance with Payment Card Industry Data Security Standards (PCI DSS).

The University accepted credit card payments for various University services and accepts credit card payments using several different payment methods including Point-of-Sale (POS), web/virtual terminals and by mail. In fiscal year 2019, the University handled over 144,000 transactions estimated at approximately \$3.1 million.

Upon review of the University's efforts to ensure compliance with PCI DSS, we noted the University had not:

- Formally assessed each program accepting credit card payments, the methods in which payments could be made, matched these methods to the appropriate Self Assessment Questionnaire (SAQ), and contacted service providers and obtained relevant information and guidance as deemed appropriate;
- Completed a SAQ addressing all elements of its environment utilized to store, process, and transmit cardholder data; and,
- Completed an Attestation of Compliance Form.

PCI DSS was developed to detail security requirements for entities that store, process or transmit cardholder data. Cardholder data is any personally identifiable data associated with a cardholder.

To assist merchants in the assessments of their environment, the PCI Council has established Self Assessment Questionnaires (SAQ) for validating compliance with PCI's core requirements. At a minimum, PCI DSS required completion of SAQ A; which highlights specific requirements to restrict access to paper and electronic media containing cardholder data, destruction of such media when it is no longer needed, and requirements for managing service providers. As additional elements, such as face-to-face acceptance of credit cards and point-of-sale solutions, are introduced into the credit card environment being assessed, additional PCI DSS requirements apply.

Additionally, the Fiscal Control and Internal Auditing Act (30 ILCS 10/3001) requires all State agencies to establish and maintain a system, or systems, of internal fiscal controls to provide assurance funds, property, and other assets and resources are safeguarded against waste, loss, unauthorized use and misappropriation.

University officials indicated the SAQ had been completed due to resource constraints.

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For the Year Ended June 30, 2019**

**CURRENT FINDINGS – STATE COMPLIANCE**

Failure to establish and maintain adequate procedures to handle and protect confidential and personally identifiable information could result in identity theft or other unintended use, as well as unnecessary costs and liability to the University. (Finding Code No. 2019-006)

**RECOMMENDATION**

We recommend the University:

- At least annually, assess each program accepting credit card payments, the methods in which payments could be made, and match the methods to the appropriate SAQ.
- Complete the appropriate SAQ(s) and an Attestation of Compliance Form for its environment and maintain documentation supporting its validation efforts.

**UNIVERSITY RESPONSE**

The University agrees with the auditor's recommendation. We take steps to ensure that all PCI data is encrypted and safe. We will develop a process to ensure the SAQ requirement and complete an Attestation of Compliance is performed yearly.

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**CURRENT FINDINGS – STATE COMPLIANCE**

**2019-007. FINDING (Weaknesses in cybersecurity programs and practices)**

Eastern Illinois University (University) had not implemented adequate internal controls related to cybersecurity programs and practices.

The University maintains confidential information to assist in fulfilling its mission including, but not limited to, information pertaining to finance, student administration, financial aid, human resources, health services, and payroll.

The Illinois State Auditing Act (30 ILCS 5/3-2.4) requires the Auditor General to review State agencies and their cybersecurity programs and practices. During our examination of the University’s cybersecurity program, practices, and control of confidential information, we noted the University:

- Had not established a formal framework including assigned responsibilities over cybersecurity.
- Had not developed a policy regarding the reporting of security violations or suspected violations.
- Had not developed a formal and comprehensive risk management methodology which specifies how risks are identified, managed and mitigated.
- Had not performed a comprehensive risk assessment to identify all confidential information in an effort to assess overall security over this information.

The Fiscal Control and Internal Auditing Act (30 ILCS 10/3001) requires all State agencies to establish and maintain a system, or systems, of internal fiscal and administrative controls to provide assurance funds, property, and other assets and resources are safeguarded against waste, loss, unauthorized use and misappropriation and maintain accountability over the State’s resources.

Furthermore, generally accepted information technology guidance, including the National Institute of Standards and Technology, endorses the development of well-designed and well-managed controls to protect computer systems and data.

University officials indicated they performed a risk assessment; however their assessment wasn’t formally documented.

The lack of adequate cybersecurity programs and practices could result in unidentified risks and vulnerabilities and ultimately lead to the University’s volumes of personal information being susceptible to cyber-attacks and unauthorized disclosure. (Finding Code No. 2019-007)

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**CURRENT FINDINGS – STATE COMPLIANCE**

**RECOMMENDATION**

The University has the ultimate responsibility for ensuring confidential information is protected from accidental or unauthorized disclosure. Specifically, we recommend the University:

- Establish a framework identifying and assigning cybersecurity responsibilities.
- Develop a policy documenting requirements for reporting security violations or suspected violations and ensure the policy is distributed to all personnel.
- Develop a comprehensive risk management methodology which specifies how risks are identified, managed, and mitigated.
- Perform a comprehensive risk assessment to identify all confidential information in electronic and hardcopy form in an effort to assess overall security over this information.

**UNIVERSITY RESPONSE**

The University agrees with the auditor's recommendation. The University currently has policies for security reporting, security awareness, and incident response. The University does not currently adhere to one risk management system but does follow the essence of many risk management standards. Informally utilizing the Center for Internet Security Critical Security Controls, many requirements are performed to ensure both users' and the University's data is safe.

**STATE OF ILLINOIS  
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For the Year Ended June 30, 2019**

**CURRENT FINDINGS – STATE COMPLIANCE**

**2019-008. FINDING (Lack of adequate controls over the review of internal controls over external service providers)**

Eastern Illinois University (University) did not obtain or conduct independent internal control reviews over all of its external service providers.

The University utilizes a service provider for maintaining student medical information.

During testing, we noted the University:

- Had obtained a Service Organization Control (SOC) report, which only documented the service provider's controls through September 2018. The University did not obtain or conduct independent internal control review of the period of October 2018 through June 30, 2019. As such, we were unable to rely on the service provider's internal controls for that period.
- Had not conducted an analysis of the SOC report to determine the impact of any noted deviations.
- Had not conducted an analysis of the Complementary User Entity Controls (CUECs) documented in the SOC report.
- Had not obtained and reviewed SOC reports for subservice providers or performed alternative procedures to determine the impact to the University's internal control environment.

The University is responsible for the design, implementation, and maintenance of internal controls related to information systems and operations to assure its critical and confidential data are adequately safeguarded. This responsibility is not limited due to the processes being outsourced.

The Fiscal Control and Internal Auditing Act (30 ILCS 10/3001) requires all State agencies to establish and maintain a system, or systems, of internal fiscal and administrative controls to provide assurance that revenues, expenditures, and transfers of assets, resources, or funds applicable to operations are properly recorded and accounted for to permit the preparation of accounts and reliable financial and statistical reports and to maintain accountability over the State's resources. In addition, generally accepted information technology guidance endorses the review and assessment of internal controls related to information systems and operations to assure the accurate processing and security of information.

University management indicated they had reviewed the SOC report; however, did not document their review.

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**CURRENT FINDINGS – STATE COMPLIANCE**

Without having obtained and reviewed a service organization controls (SOC) Report or another form of independent internal control review, the University does not have assurance the external service provider's internal controls are adequate. (Finding Code No. 2019-008)

**RECOMMENDATION**

We recommend the University:

- Obtain SOC reports or perform independent reviews of internal controls associated with outsourced systems at least annually.
- Monitor and document the operation of the CUECs relevant to their operations.
- Either obtain and review SOC reports for subservice organizations or perform alternative procedures to satisfy itself that the usage of the subservice organizations' would not impact their internal control environment.
- Document its review of the SOC reports and review all significant issues with subservice organizations to ascertain if a corrective action plan exists and when it will be implemented, any impacts to the University, and any compensating controls.

**UNIVERSITY RESPONSE**

The University agrees with the auditor's recommendation and will establish a plan of the following:

1. Conduct and document a review of third-party services.
2. Assess the classification of data handled by the third-party service providers.
3. Based upon the assessment of data classification,
  - a. Confidential and internal classifications – a report will be requested during the contract negotiations process and every year thereafter.
  - b. Public data – new reviews will be performed as requested. Language will be placed in the contract to obligate the vendor to provide notice if any material weakness is identified that could impact the University's data.

STATE OF ILLINOIS  
 EASTERN ILLINOIS UNIVERSITY  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For the Year Ended June, 30, 2019

**SCHEDULE 1**

| <u>Federal Grantor/Pass Through Grantor/Program/Grant Title</u>             | <u>CFDA Number</u> | <u>Federal Project or Pass-Through Number</u> | <u>FY19 Expenditures</u> | <u>Passed Through to Subrecipients</u> |
|---|--------------------|---|--------------------------|--|
| <b>MAJOR PROGRAM - STUDENT FINANCIAL AID CLUSTER</b>                        |                    |   |                          |  |
| <u>U.S. DEPARTMENT OF EDUCATION</u>   |                    |   |                          |  |
| <i>Federal Perkins Loans, beginning loan balance</i>                        | 84.038             |   | \$ 5,919,691             | \$ -                                   |
| <i>Federal Perkins Loans, new loans made during FY19</i>                    | 84.038             |   | -                        | -                                      |
| <i>Federal Perkins Loans, administrative cost allowance taken for FY19</i>  | 84.038             |   | -                        | -                                      |
|   |                    |   | <u>5,919,691</u>         | <u>-</u>                               |
| <i>Federal Direct Student Loans</i>   | 84.268             |   | 30,183,042               | -                                      |
| <i>Federal Work-Study Program</i>   |                    |   |                          |  |
| FY19  | 84.033             | P033A181143                                   | 305,280                  | -                                      |
|   |                    |   | <u>305,280</u>           | <u>-</u>                               |
| <i>Federal Pell Grant Program</i>   |                    |   |                          |  |
| FY18  | 84.063             | P063P170106                                   | 166,741                  | -                                      |
| FY19  | 84.063             | P063P180106                                   | 9,782,226                | -                                      |
|   |                    |   | <u>9,948,967</u>         | <u>-</u>                               |
| <i>Federal Supplemental Educational Opportunity Grants</i>                  |                    |   |                          |  |
| FY18  | 84.007             | P007A171143                                   | 456                      | -                                      |
| FY19  | 84.007             | P007A181143                                   | 239,403                  | -                                      |
|   |                    |   | <u>239,859</u>           | <u>-</u>                               |
| <i>Teacher Education Assistance For College And Higher Education Grants</i> |                    |   |                          |  |
| FY19  | 84.379             | P379T190106                                   | 81,606                   | -                                      |
|   |                    |   | <u>81,606</u>            | <u>-</u>                               |
| <b>Total Financial Aid Cluster</b>  |                    |   | <u>46,678,445</u>        | <u>-</u>                               |
| <b>RESEARCH AND DEVELOPMENT CLUSTER</b>                                     |                    |   |                          |  |
| <u>NATIONAL SCIENCE FOUNDATION</u>  |                    |   |                          |  |
| <i>Mathematical and Physical Sciences</i>                                   |                    |   |                          |  |
| NSF Integrated Conference   | 47.049             | 1709935                                       | 8,866                    | -                                      |
| NSF RUI   | 47.049             | CHE-1507871                                   | 61,519                   | -                                      |
| NSF MitoNEET Redox  | 47.049             | CHE-1609440                                   | 46,947                   | 41,078                                 |
|   |                    |   | <u>117,332</u>           | <u>41,078</u>                          |
| <i>Geoscience</i>   |                    |   |                          |  |
| NSF Holly   | 47.050             | 1522977                                       | 12,825                   | -                                      |
| <b>TOTAL NATIONAL SCIENCE FOUNDATION</b>                                    |                    |   | <u>130,157</u>           | <u>41,078</u>                          |
| <u>U.S. DEPARTMENT OF THE INTERIOR</u>                                      |                    |   |                          |  |
| Passed-Through the Illinois Department of Natural Resources                 |                    |   |                          |  |
| <i>Sport Fish Restoration Program</i>                                       |                    |   |                          |  |
| IDNR Wabash FY19  | 15.605             | RC19F186R7                                    | 169,000                  | -                                      |
| <i>Wildlife Restoration and Basic Hunter Education</i>                      |                    |   |                          |  |
| Illinois Bat Conservation   | 15.611             | W-194-R-1                                     | 52,372                   | -                                      |
|   |                    |   | <u>221,372</u>           | <u>-</u>                               |
| Passed-Through the University of Illinois                                   |                    |   |                          |  |
| <i>Great Lakes Restoration</i>  |                    |   |                          |  |
| Asian Carp FY19   | 15.662             | 090020-17037                                  | 26,667                   | -                                      |
| Asian Carp FY19/20  | 15.662             | 094062-17248                                  | 29,500                   | -                                      |
|   |                    |   | <u>56,167</u>            | <u>-</u>                               |
| <b>TOTAL U.S. DEPARTMENT OF THE INTERIOR</b>                                |                    |   | <u>277,539</u>           | <u>-</u>                               |
| <b>Total Research and Development Cluster</b>                               |                    |   | <u>407,696</u>           | <u>41,078</u>                          |
| <b>TRIO CLUSTER</b>   |                    |   |                          |  |
| <u>U.S. DEPARTMENT OF EDUCATION</u>   |                    |   |                          |  |
| <i>TRIO - Student Support Services</i>                                      |                    |   |                          |  |
| TRIO - Student Support Services   | 84.042A            | P042A151584-17                                | 54,476                   | -                                      |
| TRIO - Student Support Services   | 84.042A            | P042A151584-18                                | 225,454                  | -                                      |
| <b>Total TRIO Cluster</b>   |                    |   | <u>279,930</u>           | <u>-</u>                               |

STATE OF ILLINOIS  
 EASTERN ILLINOIS UNIVERSITY  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For the Year Ended June, 30, 2019

SCHEDULE 1

| <u>Federal Grantor/Pass Through Grantor/Program/Grant Title</u>  | <u>CFDA Number</u> | <u>Federal Project or Pass-Through Number</u> | <u>FY19 Expenditures</u> | <u>Passed Through to Subrecipients</u> |
|--|--------------------|---|--------------------------|--|
| <b>CHILD CARE AND DEVELOPMENT FUND (CCDF) CLUSTER</b>  |                    |   |                          |  |
| <u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>  |                    |   |                          |  |
| Passed-Through the Illinois Department of Human Services   |                    |   |                          |  |
| <i>Child Care Mandatory and Matching Funds of the Child Care and Development Fund</i>                  | 93.596             |   | \$ 270,420               | \$ -                                   |
| <i>Child Care and Development Block Grant</i>  | 93.575             |   | 399,737                  | -                                      |
| <i>Child Care Mandatory and Matching Funds of the Child Care and Development Fund (CCRR CCAP FY19)</i> | 93.596             | FCSXI04630                                    | 221,685                  | -                                      |
| <i>Child Care Mandatory and Matching Funds of the Child Care and Development Fund (CCRR CORE FY19)</i> | 93.596             | FCSXI04630                                    | 412,255                  | -                                      |
| <i>Child Care Mandatory and Matching Funds of the Child Care and Development Fund (CCRR QRIS FY19)</i> | 93.596             | FCSXI004630                                   | 32,873                   | -                                      |
| <b>Total CCDF Cluster</b>  |                    |   | <u>1,336,970</u>         | <u>-</u>                               |
| <b>Total Community Development Block Grants (CDBG) - Entitlement Grants Cluster</b>                    |                    |   | <u>1,616,900</u>         | <u>-</u>                               |
| <b>TEMPORARY ASSISTANCE FOR NEEDY FAMILIES CLUSTER</b>   |                    |   |                          |  |
| <u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>  |                    |   |                          |  |
| Passed-Through the Illinois Department of Human Services   |                    |   |                          |  |
| <i>Temporary Assistance for Needy Families</i>   | 93.558             |   | 480,572                  | -                                      |
| <b>Total Temporary Assistance for Needy Families Cluster</b>   |                    |   | <u>480,572</u>           | <u>-</u>                               |
| <b>OTHER PROGRAMS</b>  |                    |   |                          |  |
| <u>U.S. DEPARTMENT OF EDUCATION</u>  |                    |   |                          |  |
| Passed-Through the University of California  |                    |   |                          |  |
| <i>National Writing Project</i>  |                    |   |                          |  |
| NWP Invitational Summer Institute  | 84.367D            | 08-IL-SEED2017-ILI                            | 1,610                    | -                                      |
|  |                    |   | <u>1,610</u>             | <u>-</u>                               |
| Passed-Through Southern Illinois University  |                    |   |                          |  |
| <i>Special Education-State Personnel Development</i>   |                    |   |                          |  |
| IBHE Partnership Reid FY18   | 84.323             | 762224-005                                    | 1,547                    | -                                      |
| IBHE Partnership   | 84.323             | 762228-001                                    | 14,387                   | -                                      |
|  |                    |   | <u>15,934</u>            | <u>-</u>                               |
| <b>TOTAL U.S. DEPARTMENT OF EDUCATION</b>  |                    |   | <u>17,544</u>            | <u>-</u>                               |
| <u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>  |                    |   |                          |  |
| Passed-Through the Illinois Department of Human Services   |                    |   |                          |  |
| <i>Social Services Block Grant</i>   | 93.667             |   | 4,829                    | -                                      |
| <i>Block Grants for Preventions and Treatment of Substance Abuse</i>                                   |                    |   |                          |  |
| IDHS SRSAPS FY19   | 93.959             | 43CXZ03268                                    | 108,257                  | -                                      |
| <b>TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>  |                    |   | <u>113,086</u>           | <u>-</u>                               |
| <u>NATIONAL AERONAUTICS AND SPACE ADMINISTRATION</u>   |                    |   |                          |  |
| Passed-Through the Universities Space Research Association   |                    |   |                          |  |
| <i>Science</i>   |                    |   |                          |  |
| Crandall USRA/NASA FY2019  | None               | GA070019                                      | 8,731                    | -                                      |
| <b>TOTAL NATIONAL AERONAUTICS AND SPACE ADMINISTRATION</b>   |                    |   | <u>8,731</u>             | <u>-</u>                               |
| <u>LIBRARY OF CONGRESS</u>   |                    |   |                          |  |
| <i>EIU Teaching with Primary Sources</i>   |                    |   |                          |  |
| TOTAL LIBRARY OF CONGRESS  | None               | GA070019                                      | 34,659                   | -                                      |
|  |                    |   | <u>34,659</u>            | <u>-</u>                               |
| <b>Total Other Programs</b>  |                    |   | <u>174,020</u>           | <u>-</u>                               |
| <b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>  |                    |   | <u>\$ 49,357,633</u>     | <u>\$ 41,078</u>                       |

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

**STATE OF ILLINOIS**  
**EASTERN ILLINOIS UNIVERSITY**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the year ended June 30, 2019**

**SCHEDULE 1**

**1. GENERAL**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal award programs of Eastern Illinois University for the year ended June 30, 2019. All federal awards received directly from federal agencies as well as federal awards passed through other government and nonprofit agencies are included on the schedule.

This Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirement, Cost Principles, and Audit Requirements for Federal Awards* (the Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the University, it is not intended to and does not present the financial position, changes in net position, or cash flows of Eastern Illinois University.

Following is a legend of acronyms used in the Schedule of Expenditures of Federal Awards:

|        |  |
|--------|--|
| CCAP   | Child Care Assistance Program                          |
| IDNR   | Illinois Department of Natural Resources               |
| QRIS   | Quality Rating System                                  |
| RUI    | Research in Undergraduate Institutions                 |
| SRSAPS | State and Regional Substance Abuse Prevention Services |

**2. BASIS OF ACCOUNTING**

The accompanying Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting.

**3. SUBRECIPIENTS**

The University provided sub-awards of \$41,078 through the NSF MitoNEET grant (CFDA #47.049) to the following subrecipients: the University of Michigan, \$24,527, and the University of Louisville, \$16,551.

**4. STUDENT LOAN PROGRAMS**

During the fiscal year ended June 30, 2019, the University issued new loans to students under the Federal Direct Student Loan Program. The loan amounts issued during the year are disclosed on the Schedule of Expenditures of Federal Awards. The University is responsible only for the performance of certain administrative duties with respect to federally-guaranteed student loan programs and, accordingly, balances and transactions relating to these loan programs are not included in the University's basic financial statements. It is not practicable to determine the balance of loans outstanding to students and former students of the University at June 30, 2019.

**STATE OF ILLINOIS**  
**EASTERN ILLINOIS UNIVERSITY**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the year ended June 30, 2019**

**SCHEDULE 1**

The University participated in the federal Perkins Loan Program during the year ended June 30, 2019. This loan program is directly administered by the University and is considered a revolving loan program, whereby collections received on past loans, including interest, is loaned out to current students. The beginning loan balance, as well as loans made during the year ended June 30, 2019 are included on the federal expenditures presented in the Schedule.

Under the current Perkins Loan Program, new Perkins loans cannot be disbursed after September 30, 2017. Borrowers who received a loan disbursement prior to October 1, 2017 for the 2017-2018 award year could still receive subsequent disbursements through June 30, 2018. No Perkins loan disbursements have been permitted after June 30, 2018 under any circumstances. The University is waiting for further guidance from the U.S. Department of Education.

**Perkins Loan Program CFDA #84.038**

|   |                            |
|---|----------------------------|
| Outstanding loan balance, July 1, 2018  | <u>\$ 5,919,691</u>        |
| Increases:                              |                            |
| Loans advanced to students              | 0                          |
| Decreases:                              |                            |
| Principal collected                     | 520,806                    |
| Principal canceled                      | <u>45,207</u>              |
| Total                                   | <u>566,013</u>             |
| Outstanding loan balance, June 30, 2019 | <u><u>\$ 5,353,678</u></u> |

**5. MAJOR PROGRAMS**

The following federal program expenditures comprise major program expenditures under OMB Circular A-133 for the year ended June 30, 2019:

|                                |                            |
|--------------------------------|----------------------------|
| Major program expenditures:    |                            |
| Student Financial Aid Cluster  | \$46,678,445               |
| Non-major program expenditures | <u>2,679,188</u>           |
| Total federal expenditures     | <u><u>\$49,357,633</u></u> |

As part of the Student Financial Aid Program, Eastern Illinois University administers loan proceeds under the Perkins Loan Program and the William D. Ford Federal Direct Loan Program (as described in Note 4).

**STATE OF ILLINOIS**  
**EASTERN ILLINOIS UNIVERSITY**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the year ended June 30, 2019**

**SCHEDULE 1**

**6. NONCASH TRANSACTION INFORMATION**

Certain noncash expenditures are included in the total expenditures on the Schedule of Expenditures of Federal Awards. The childcare program of the University is a processor of childcare claims for the Illinois Department of Human Services (DHS). The University determines eligibility and reimbursable hours for the participants. This information is sent to DHS, who then pays the claims. The noncash amounts are recorded in the following programs: Child Care Mandatory and Matching Funds of the Child Care and Development Fund - \$270,420 (Federal CFDA #93.596), Child Care Development Block Grant - \$399,737 (Federal CFDA #93.575), Temporary Assistance For Needy Families - \$480,572 (Federal CFDA #93.558) and Social Services Block Grant - \$4,829 (Federal CFDA #93.667). These noncash transactions have not been recorded on Eastern Illinois University's financial statements.

**7. INDIRECT COST RATE**

The University has elected not to use the ten-percent *de minimus* indirect cost rate allowed under the Uniform Guidance.

**8. INSURANCE PAYMENTS**

There was no federally-funded insurance in effect during the fiscal year ended June 30, 2019.

**9. FEDERAL DEPOSITORY LIBRARY PROGRAM**

The University's Library serves as a depository library for the U.S. Government Publishing Office's Federal Depository Library Program. The University is the legal custodian of government publications received under this program, however, these publications remain the property of the federal government.

**10. RECONCILIATION OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS TO THE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**

The following is a reconciliation of total expenditures as reported on the accompanying Schedule of Expenditures of Federal Awards to the revenue items reported as federal and state grants and contracts on the Statement of Revenues, Expenses and Changes in Net Position included in Eastern Illinois University's financial statements.

Funds, derived from federal aid, gifts or grants, may be used only to meet expenditures for the purposes specifically identified by sponsoring agencies. The federal aid, gifts or grants are recognized as revenue in Eastern Illinois University's financial statements as expended.

**STATE OF ILLINOIS**  
**EASTERN ILLINOIS UNIVERSITY**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the year ended June 30, 2019**

**SCHEDULE 1**

Therefore, expenditures on the Schedule of Expenditures of Federal Awards agree with revenues on the Statement of Revenues, Expenses and Changes in Net Position, except as noted below:

|  |                     |
|--|---------------------|
| Total expenditures as shown on the Schedule of Expenditures of Federal Awards  | \$49,357,633        |
| Add:   |                     |
| Direct state grants/contracts  | 9,175,818           |
| Subtract:  |                     |
| Federal Perkins loan program – federal capital contributions included on the Schedule of Expenditures of Federal Awards not included in the financial statements (less administrative costs) | (5,919,691)         |
| Direct loans included in the Schedule of Expenditures of Federal Awards not included in the financial statements   | (30,183,042)        |
| Noncash expenditures included in the Schedule of Expenditures of Federal Awards not included in the financial statements   | <u>(1,155,558)</u>  |
| Total federal and state grants and contracts revenues shown on the Statement of Revenues, Expenses and Changes in Net Position   | <u>\$21,275,160</u> |

SCHEDULE 2

STATE OF ILLINOIS  
 EASTERN ILLINOIS UNIVERSITY  
 SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES, AND LAPSED BALANCES  
 APPROPRIATIONS FOR FISCAL YEAR 2019  
 Sixteen Months Ended October 31, 2019

|  | Appropriations<br>(Net after Transfers) | Expenditures<br>Through<br>June 30, 2019 | Lapse Period<br>Expenditures<br>7/1 - 10/31/19 | Total<br>Expenditures | Balances<br>Lapsed | Balances<br>Reappropriated<br>July 1, 2019 |
|--|---|--|--|-----------------------|--------------------|--|
| <u>Public Act 100-0506</u>                   |   |  |  |                       |                    |  |
| EDUCATION ASSISTANCE FUND - 0007             |   |  |  |                       |                    |  |
| Personal Services                            | \$ 36,326,970                           | \$ 36,326,970                            | \$ -   | \$ 36,326,970         | \$ -               | \$ -                                       |
| Group Insurance                              | 1,217,675                               | 1,217,675                                | -  | 1,217,675             | -                  | -  |
| Contractual Services                         | 1,300,000                               | 1,300,000                                | -  | 1,300,000             | -                  | -  |
| Equipment                                    | 439,900                                 | 439,900                                  | -  | 439,900               | -                  | -  |
| Telecommunications Services                  | 167,155                                 | 167,155                                  | -  | 167,155               | -                  | -  |
| Total Education Assistance Fund - 0007       | 39,451,700                              | 39,451,700                               | -  | 39,451,700            | -                  | -  |
| STATE COLLEGE & UNIVERSITY TRUST FUND - 0417 |   |  |  |                       |                    |  |
| Scholarship Grant Awards                     | 8,000                                   | 8,000                                    | -  | 8,000                 | -                  | -  |
| Totals - All appropriated funds              | \$ 39,459,700                           | \$ 39,459,700                            | \$ -   | \$ 39,459,700         | \$ -               | \$ -                                       |

Notes:

- 1) Expenditure authority, appropriations, expenditures, and lapsed balances were obtained from the State Comptroller's records as of October 31, 2019, and have been reconciled to University records.
- 2) Expenditure amounts are vouchers approved and paid by the University and submitted to the State Comptroller for reimbursement of payments made to employees or vendors.

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES,  
AND LAPSED BALANCES  
For the Years Ended June 30, 2019 and 2018**

**SCHEDULE 3**

|  | <u>Fiscal Year</u>   |                      |
|--|----------------------|----------------------|
|  | <u>2019</u>          | <u>2018</u>          |
|  | <u>P.A. 100-0506</u> | <u>P.A. 100-0021</u> |
| <b>EDUCATION ASSISTANCE FUND - 0007</b>            |                      |                      |
| Appropriations (net of transfers)                  | \$ 39,451,700        | \$ 38,678,100        |
| Education Assistance Fund expenditures             |                      |                      |
| Personal Services                                  | 36,326,970           | 35,602,696           |
| Group Insurance                                    | 1,217,675            | 1,227,804            |
| Contractual Services                               | 1,300,000            | 1,180,394            |
| Equipment  | 439,900              | 439,900              |
| Telecommunications Services                        | 167,155              | 227,306              |
| Total  | <u>39,451,700</u>    | <u>38,678,100</u>    |
| Lapsed balances                                    | <u>\$ -</u>          | <u>\$ -</u>          |
| <b>STATE COLLEGE &amp; UNIVERSITY TRUST - 0417</b> |                      |                      |
| Appropriations (net of transfers)                  | \$ 8,000             | \$ 8,000             |
| State College & University Trust expenditures      |                      |                      |
| Scholarships                                       | <u>8,000</u>         | <u>8,000</u>         |
| Lapsed balances                                    | <u>\$ -</u>          | <u>\$ -</u>          |
| Grand total, all funds                             |                      |                      |
| Appropriations (net of transfers)                  | \$ 39,459,700        | \$ 38,686,100        |
| Expenditures                                       | 39,459,700           | 38,686,100           |
| Lapsed balances                                    | <u>\$ -</u>          | <u>\$ -</u>          |
| Balances reappropriated                            | <u>\$ -</u>          | <u>\$ -</u>          |

Notes:

- 1) Expenditure authority, appropriations, expenditures, and lapsed balances were obtained from the State Comptroller's records as of October 31, 2019, and have been reconciled to the University's records.
- 2) Expenditure amounts are vouchers approved and paid by the University and submitted to the State Comptroller for reimbursement of payments to employees and vendors.

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
COMPARATIVE SCHEDULE OF REVENUES AND EXPENSES -  
UNIVERSITY INCOME FUND  
For the Years Ended June 30, 2019 and 2018**

**SCHEDULE 4**

|   | <u>2019</u>         | <u>2018</u>         |
|---|---------------------|---------------------|
| <b>INCOME FUND</b>                            |                     |                     |
| Revenues                                      |                     |                     |
| Tuition                                       | \$ 48,572,508       | \$ 49,410,144       |
| Service fees                                  | 154,749             | 158,500             |
| Fines and penalties                           | 30,604              | 34,539              |
| Interest income                               | 7                   | 2,144               |
| Other   | 870,166             | 2,173,774           |
|   | <u>49,628,034</u>   | <u>51,779,101</u>   |
| Expenses                                      |                     |                     |
| Personal services                             | 19,934,202          | 20,105,939          |
| FICA - Medicare                               | 1,288,262           | 1,165,532           |
| Group insurance                               | -                   | 1,230,119           |
| Compensated absences                          | (530,174)           | (820,242)           |
| Contractual services                          | 8,719,829           | 8,246,996           |
| Travel  | 222,396             | 244,405             |
| Commodities                                   | 781,646             | 692,390             |
| Awards, grants, and matching funds            | 5,162,329           | 5,717,935           |
| Permanent improvements                        | 91,460              | 24,456              |
| Equipment and library books                   | 645,396             | 1,020,180           |
| Telecommunications                            | 94,601              | 58,427              |
| Operation of automotive equipment             | 82,430              | 65,816              |
| Student awards/tuition waived                 | 10,507,043          | 9,987,983           |
|   | <u>46,999,420</u>   | <u>47,739,936</u>   |
| Excess (deficiency) of revenues over expenses | <u>\$ 2,628,614</u> | <u>\$ 4,039,165</u> |

Note 1: Pursuant to the State Finance Act (30 ILCS 105/6a-1d), responsibility and control of the Eastern Illinois University Income Fund was transferred directly to the University. It is now a nonappropriated, local fund maintained by the University.

STATE OF ILLINOIS  
 EASTERN ILLINOIS UNIVERSITY  
 SCHEDULE OF CHANGES IN CAPITAL ASSETS  
 For the Year Ended June 30, 2019

SCHEDULE 5

|   | 6/30/2018      | Additions      | Deletions | Transfers   | 6/30/2019      |
|---|----------------|----------------|-----------|-------------|----------------|
| Capital assets not being depreciated          |                |                |           |             |                |
| Land and land improvements                    | \$ 3,007,015   | \$ -           | \$ -      | \$ -        | \$ 3,007,015   |
| Capitalized collections                       | 247,830        | -              | -         | -           | 247,830        |
| Construction in progress                      | 1,136,215      | 3,364,046      | 65,506    | (2,349,427) | 2,085,328      |
| Total capital assets not being depreciated    | 4,391,060      | 3,364,046      | 65,506    | (2,349,427) | 5,340,173      |
| Capital assets being depreciated              |                |                |           |             |                |
| Site improvements                             | 31,585,872     | 3,594          | -         | 39,414      | 31,628,880     |
| Building and building improvements            | 413,660,837    | 35,323         | -         | 2,310,013   | 416,006,173    |
| Equipment                                     | 77,142,023     | 2,361,529      | 1,966,453 | -           | 77,537,099     |
| Total capital assets being depreciated        | 522,388,732    | 2,400,446      | 1,966,453 | 2,349,427   | 525,172,152    |
| Less accumulated depreciation                 |                |                |           |             |                |
| Site improvements                             | 19,113,172     | 1,224,403      | -         | -           | 20,337,575     |
| Buildings and building improvements           | 181,226,949    | 11,038,183     | -         | -           | 192,265,132    |
| Equipment                                     | 70,576,166     | 3,170,595      | 1,959,215 | -           | 71,787,546     |
| Total accumulated depreciation                | 270,916,287    | 15,433,181     | 1,959,215 | -           | 284,390,253    |
| Total capital assets, being depreciated, net  | 251,472,445    | (13,032,735)   | 7,238     | 2,349,427   | 240,781,899    |
| Intangible assets being amortized             |                |                |           |             |                |
| Software                                      | 380,146        | -              | -         | -           | 380,146        |
| Less accumulated amortization                 | 380,146        | -              | -         | -           | 380,146        |
| Total intangible assets, being amortized, net | -              | -              | -         | -           | -              |
| Capital assets, net                           | \$ 255,863,505 | \$ (9,668,689) | \$ 72,744 | \$ -        | \$ 246,122,072 |

Data for this schedule included all accounting entities and was obtained from University records, which have been reconciled to property records submitted to the Office of the State Comptroller.

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
COMPARATIVE SCHEDULE OF CASH AND CASH EQUIVALENTS  
June 30, 2019 and 2018**

**SCHEDULE 6**

Cash and cash equivalents are as follows as of June 30:

|   | <u>2019</u>                 | <u>2018</u>                 |
|---|-----------------------------|-----------------------------|
| <b>CASH AND CASH EQUIVALENTS</b>                      |                             |                             |
| Petty cash funds                                      | \$ 27,078                   | \$ 27,121                   |
| The Illinois Funds                                    | 36,684,928                  | 38,998,887                  |
| Checking accounts                                     |                             |                             |
| First Mid-Illinois Bank & Trust, Charleston, Illinois | 70,618                      | 82,385                      |
| Illinois National Bank, Springfield, Illinois         | 100,000                     | 100,000                     |
| US Bank, Minneapolis, Minnesota                       | 34,217                      | 35,310                      |
| Money market funds                                    |                             |                             |
| US Bank Trust, Minneapolis, Minnesota                 | 4,365                       | 3,083                       |
| Charles Schwab, San Francisco, California             | 2,110                       | -                           |
| Commercial paper sweep accounts                       |                             |                             |
| US Bank, Minneapolis, Minnesota                       | <u>1,946,008</u>            | <u>2,168,462</u>            |
| Total cash and cash equivalents                       | <u><u>\$ 38,869,324</u></u> | <u><u>\$ 41,415,248</u></u> |

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
COMPARATIVE SCHEDULE OF INVESTMENTS  
June 30, 2019 and 2018**

**SCHEDULE 7**

Investments are as follows as of June 30:

|                   | <u>2019</u>         | <u>2018</u>         |
|-------------------|---------------------|---------------------|
| INVESTMENTS       |                     |                     |
| Mutual funds      | \$ 2,930,422        | 2,750,671           |
| Farm assets       | <u>2,558,826</u>    | <u>2,623,461</u>    |
| Total investments | <u>\$ 5,489,248</u> | <u>\$ 5,374,132</u> |

**STATE OF ILLINOIS**  
**EASTERN ILLINOIS UNIVERSITY**  
**AUXILIARY FACILITIES, ACTIVITIES, AND ACCOUNTING ENTITIES**  
**For the Year Ended June 30, 2019**

**SCHEDULE 8**

A listing of the University's Auxiliary Facilities Activities, Accounting Entities, their purposes, and their sources of revenue for the year ended June 30, 2019 are provided below.

**Auxiliary Enterprises - Revenue Bond**

**Student Living:** Accounts for Eastern Illinois University's student residence halls, related dining facilities, and student apartment operations whose construction was financed through the issuance of revenue bonds. The primary sources of revenues are room and board and rental income.

**Student Facilities:** Accounts for the operations of Eastern Illinois University's student union, and the financing of the Eastern Illinois University's athletic facilities, whose construction was respectively, wholly and partially, funded through the issuance of revenue bonds. The primary sources of revenue in the union area are merchandise sales, student fees, investment income, and income from recreational and other services. In the athletic facility area, the primary source of revenue is from student fees.

**Textbook Rental Service:** Accounts for the operations of Eastern Illinois University's Textbook Rental Service, whose facilities were funded through the issuance of revenue bonds. The primary sources of revenue are student fees and sales of textbooks.

**Auxiliary Enterprises - Other**

**Student/Staff Programs:** Accounts for Eastern Illinois University's parking operation and the University's lounge facilities. The primary sources of revenue are from the sale of parking permits and revenue from vending operations. Interest earned on invested funds is another source of income.

**Regional Services:** Accounts for the operation of the services not related to instruction made available to local governments and other outside parties. The primary source of revenue is the service income from these operations.

**Designated Funds - Auxiliary Activities**

**Student Fee Programs:** Accounts for student oriented programs and services, which are in whole or in part funded by student fees. The primary sources of revenue are student fees and sales of services and merchandise.

**Material Fees:** Accounts for the purchase of materials used in laboratory, art, physical education, home economics, and industrial arts classrooms. The primary sources of revenue are user fees and material sales.

**Service Departments:** Accounts for the operations of certain cost centers, which provide selected services to the University as a whole. Examples are postage, certain computer services, and an automobile fleet. The primary source of revenue is the fees charged for these services to other University departments.

**STATE OF ILLINOIS**  
**EASTERN ILLINOIS UNIVERSITY**  
**AUXILIARY FACILITIES, ACTIVITIES, AND ACCOUNTING ENTITIES**  
**For the Year Ended June 30, 2019**

**SCHEDULE 8**

**Student/Staff Programs:** Accounts for the operations of Eastern Illinois University's testing services, document reproduction and binding services, and various student/staff recreational services. The primary source of revenue is service income for the operations mentioned above.

**Educational Services:** Accounts for the operations of educational, scientific, and artistic services related to instruction made available to local governments and other outside parties. The primary source of revenue is the service income from these operations.

**Unique Charges Credit Courses:** Accounts for the fees charged and expenses of administering various faculty-led study abroad credit courses offered by the University.

**Public Service Activities:** Accounts for the fees charged and expenses of administering various non-credit camps and clinics held by the University and other public service activities.

**Indirect Costs:** Accounts for indirect cost reimbursements received for University grants and contracts.

**Continuing Education Contract Credit:** Accounts for the receipt of tuition and expenses of administering various credit courses requested by funding entities.

STATE OF ILLINOIS  
 EASTERN ILLINOIS UNIVERSITY  
 AUXILIARY ENTERPRISE FUNDS - REVENUE BONDS  
 STATEMENT OF CURRENT FUNDS  
 BALANCE SHEET BY ENTITY  
 June 30, 2019

SCHEDULE 9

|   | <u>Student<br/>Living</u> | <u>Student<br/>Facilities</u> | <u>Textbook<br/>Rental</u> | <u>Total</u>        |
|---|---------------------------|-------------------------------|----------------------------|---------------------|
| <b>ASSETS</b>                                 |                           |                               |                            |                     |
| Cash and cash equivalents                     | \$ 1,135,284              | \$ (2,459,136)                | \$ 387,038                 | \$ (936,814)        |
| Accounts receivable                           | 5,520,547                 | 154,313                       | 996,080                    | 6,670,940           |
| Inventories                                   | 128,063                   | 592,193                       | -                          | 720,256             |
| Prepaid expenses                              | 22,158                    | 5,392                         | 275                        | 27,825              |
|   | <u>\$ 6,806,052</u>       | <u>\$ (1,707,238)</u>         | <u>\$ 1,383,393</u>        | <u>\$ 6,482,207</u> |
| <b>LIABILITIES AND FUND BALANCES</b>          |                           |                               |                            |                     |
| Accounts payable                              | \$ 210,549                | \$ 91,091                     | \$ 78,877                  | \$ 380,517          |
| Accrued payroll                               | 375,287                   | 54,606                        | 3,226                      | 433,119             |
| Security deposits                             | 367,724                   | -                             | -                          | 367,724             |
| Accrued compensated absences                  | 760,134                   | 120,314                       | 11,940                     | 892,388             |
| Deferred income, room and board               | 12,161                    | -                             | -                          | 12,161              |
| Deferred income, other                        | 16,649                    | 37,384                        | 37,443                     | 91,476              |
|   | <u>1,742,504</u>          | <u>303,395</u>                | <u>131,486</u>             | <u>2,177,385</u>    |
| Fund balances (deficit)                       | <u>5,063,548</u>          | <u>(2,010,633)</u>            | <u>1,251,907</u>           | <u>4,304,822</u>    |
| Total liabilities and fund balances (deficit) | <u>\$ 6,806,052</u>       | <u>\$ (1,707,238)</u>         | <u>\$ 1,383,393</u>        | <u>\$ 6,482,207</u> |

STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
AUXILIARY ENTERPRISE FUNDS - REVENUE BONDS  
STATEMENT OF CURRENT FUNDS  
REVENUES AND EXPENDITURES BY ENTITY  
For the Year Ended June 30, 2019

**SCHEDULE 10**

|   | Student<br>Living     | Student<br>Facilities | Textbook<br>Rental  | Total               |
|---|-----------------------|-----------------------|---------------------|---------------------|
| <b>Revenues</b>                             |                       |                       |                     |                     |
| Room and board                              | \$ 17,392,477         | \$ -                  | \$ -                | \$ 17,392,477       |
| Duplicating                                 | 80                    | 234,806               | -                   | 234,886             |
| Bowling and recreation                      | -                     | 51,568                | -                   | 51,568              |
| Merchandise sales                           | 27,313                | 1,082,232             | 269,430             | 1,378,975           |
| Student fees                                | 309,511               | 1,206,454             | -                   | 1,515,965           |
| Operating fee                               | -                     | 1,819,531             | 1,524,868           | 3,344,399           |
| Desk sales revenue                          | 1,532,436             | 14,959                | -                   | 1,547,395           |
| Games revenue                               | 1,088                 | -                     | -                   | 1,088               |
| Subsidy reduction fee                       | -                     | 27,411                | 7,077               | 34,488              |
| Canned drink sales                          | -                     | 24,768                | -                   | 24,768              |
| Vending                                     | 196,347               | 28,266                | 5                   | 224,618             |
| Service and rental fees                     | 37,389                | 53,403                | 80                  | 90,872              |
| Investment income                           | 36,350                | 10,000                | 14,618              | 60,968              |
| Other                                       | 209,561               | 94,238                | 101,104             | 404,903             |
| <b>Total revenues</b>                       | <b>19,742,552</b>     | <b>4,647,636</b>      | <b>1,917,182</b>    | <b>26,307,370</b>   |
| <b>Expenditures</b>                         |                       |                       |                     |                     |
| Merchandise                                 | 937                   | 885,870               | -                   | 886,807             |
| Food  | 2,172,801             | 25,196                | -                   | 2,197,997           |
| <b>Salaries</b>                             |                       |                       |                     |                     |
| Faculty                                     | 1,546,351             | 178,166               | -                   | 1,724,517           |
| Civil service                               | 6,293,923             | 1,290,235             | 133,220             | 7,717,378           |
| Student                                     | 1,442,242             | 140,459               | 31,953              | 1,614,654           |
| Resident assistants                         | 891,832               | -                     | -                   | 891,832             |
| Compensated absences                        | 39,381                | 14,761                | 1,100               | 55,242              |
| <b>Commodities</b>                          |                       |                       |                     |                     |
| Office and administrative supplies          | 65,123                | 28,150                | 8,737               | 102,010             |
| Household - cleaning supplies               | 237,828               | 5,050                 | -                   | 242,878             |
| Other commodities                           | 364,736               | 139,381               | 8,896               | 513,013             |
| Operation of automotive equipment           | 53,281                | 12,629                | -                   | 65,910              |
| Travel                                      | 7,455                 | 134                   | -                   | 7,589               |
| <b>Contractual services</b>                 |                       |                       |                     |                     |
| Repairs                                     | 424,671               | 72,384                | 47,882              | 544,937             |
| Rentals                                     | 289,327               | 2,120                 | -                   | 291,447             |
| Services                                    | 430,772               | 95,682                | 34,678              | 561,132             |
| Insurance                                   | 113,616               | 38,637                | 5,868               | 158,121             |
| Operating taxes and fees                    | 168,932               | 68,617                | 17,191              | 254,740             |
| Utilities                                   | 4,476,202             | 1,539,487             | 29,049              | 6,044,738           |
| Office and administrative                   | 11,780                | 774                   | -                   | 12,554              |
| Other contractual services                  | 2,266,348             | 138,661               | 13,422              | 2,418,431           |
| Equipment                                   | 9,265                 | 13,630                | 2,877               | 25,772              |
| Telecommunications charges                  | 119,756               | 10,835                | 3,304               | 133,895             |
| Waivers & scholarships                      | 9,139                 | 22,211                | 16,466              | 47,816              |
| Building Improvement                        | -                     | 73,537                | -                   | 73,537              |
| <b>Total expenditures</b>                   | <b>21,435,698</b>     | <b>4,796,606</b>      | <b>354,643</b>      | <b>26,586,947</b>   |
| <b>Excess of revenues over expenditures</b> | <b>\$ (1,693,146)</b> | <b>\$ (148,970)</b>   | <b>\$ 1,562,539</b> | <b>\$ (279,577)</b> |

STATE OF ILLINOIS  
 EASTERN ILLINOIS UNIVERSITY  
 AUXILIARY ENTERPRISE FUNDS - REVENUE BONDS  
 STATEMENT OF CURRENT FUNDS  
 STATEMENT OF CHANGES IN FUND BALANCES BY ENTITY  
 For the Year Ended June 30, 2019

SCHEDULE 11

|  | Student<br>Living | Student<br>Facilities | Textbook<br>Rental | Total        |
|--|-------------------|-----------------------|--------------------|--------------|
| Fund balances at July 1, 2018            | \$ 6,753,553      | \$ (1,550,260)        | \$ 1,194,024       | \$ 6,397,317 |
| Revenues and other additions             |                   |                       |                    |              |
| Operating revenues                       | 19,742,552        | 4,647,636             | 1,917,182          | 26,307,370   |
| Expenditures and other deductions        |                   |                       |                    |              |
| Operating expenditures                   | 21,387,052        | 4,694,678             | 350,666            | 26,432,396   |
| Change in compensated absences           | 39,381            | 14,761                | 1,100              | 55,242       |
| Equipment                                | 9,265             | 13,630                | 2,877              | 25,772       |
| Building Improvements                    | -                 | 73,537                | -                  | 73,537       |
| Total expenditures and other deductions  | 21,435,698        | 4,796,606             | 354,643            | 26,586,947   |
| Transfers among funds                    |                   |                       |                    |              |
| Deductions                               |                   |                       |                    |              |
| Mandatory transfers                      |                   |                       |                    |              |
| Debt retirement                          | 3,141             | (311,403)             | (309,712)          | (617,974)    |
| Non-mandatory transfers                  |                   |                       |                    |              |
| Debt retirement                          | -                 | -                     | (34,714)           | (34,714)     |
| Repair and replacement reserve           | -                 | -                     | (1,160,230)        | (1,160,230)  |
| Total transfers                          | 3,141             | (311,403)             | (1,504,656)        | (1,812,918)  |
| Net increase (decrease) for the year     | (1,690,005)       | (460,373)             | 57,883             | (2,092,495)  |
| Fund balances (deficit) at June 30, 2019 | \$ 5,063,548      | \$ (2,010,633)        | \$ 1,251,907       | \$ 4,304,822 |

STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
AUXILIARY ENTERPRISE FUNDS - REVENUE BONDS  
STATEMENT OF PLANT FUNDS  
BALANCE SHEET BY ENTITY  
June 30, 2019

SCHEDULE 12

|                                     | Student<br>Living    | Student<br>Facilities | Textbook<br>Rental  | Total                |
|-------------------------------------|----------------------|-----------------------|---------------------|----------------------|
| <b>ASSETS</b>                       |                      |                       |                     |                      |
| <b>RENEWAL AND REPLACEMENT</b>      |                      |                       |                     |                      |
| Cash and temporary cash investments | \$ 2,867,252         | \$ 1,691,956          | \$ 688,113          | \$ 5,247,321         |
| Accounts receivable                 | 4,033                | -                     | -                   | 4,033                |
| Total renewal and replacement       | <u>2,871,285</u>     | <u>1,691,956</u>      | <u>688,113</u>      | <u>5,251,354</u>     |
| <b>RETIREMENT OF INDEBTEDNESS</b>   |                      |                       |                     |                      |
| Bond and interest sinking fund      |                      |                       |                     |                      |
| Cash and temporary investments      | (75,527)             | (58,562)              | 2,462,243           | 2,328,154            |
| Accounts receivable                 | 108,814              | 78,248                | 78,288              | 265,350              |
| Bond issuance costs                 |                      |                       |                     |                      |
| Other assets                        | 1,905                | 1,370                 | -                   | 3,275                |
| Total retirement of indebtedness    | <u>35,192</u>        | <u>21,056</u>         | <u>2,540,531</u>    | <u>2,596,779</u>     |
| <b>INVESTMENT IN PLANT</b>          |                      |                       |                     |                      |
| Bond discount                       | -                    | -                     | 5,712               | 5,712                |
| Land                                | 118,981              | 4,267,933             | -                   | 4,386,914            |
| Building and site improvements      | 93,236,681           | 35,944,577            | 3,740,771           | 132,922,029          |
| Equipment                           | 1,191,164            | 788,378               | 7,847,279           | 9,826,821            |
| Accumulated depreciation            | (63,242,355)         | (29,684,521)          | (7,722,870)         | (100,649,746)        |
| Construction in progress            | 42,869               | 22,737                | -                   | 65,606               |
| Total investment in plant           | <u>31,347,340</u>    | <u>11,339,104</u>     | <u>3,870,892</u>    | <u>46,557,336</u>    |
| Total assets                        | <u>\$ 34,253,817</u> | <u>\$ 13,052,116</u>  | <u>\$ 7,099,536</u> | <u>\$ 54,405,469</u> |

STATE OF ILLINOIS  
 EASTERN ILLINOIS UNIVERSITY  
 AUXILIARY ENTERPRISE FUNDS - REVENUE BONDS  
 STATEMENT OF PLANT FUNDS  
 BALANCE SHEET BY ENTITY  
 June 30, 2019

SCHEDULE 12

|  | Student<br>Living    | Student<br>Facilities | Textbook<br>Rental  | Total                |
|--|----------------------|-----------------------|---------------------|----------------------|
| <b>LIABILITIES AND FUND BALANCES</b>   |                      |                       |                     |                      |
| <b>RENEWAL AND REPLACEMENT</b>         |                      |                       |                     |                      |
| Accounts payable                       | \$ -                 | \$ -                  | \$ 24,032           | \$ 24,032            |
| Renewal and replacement reserve        | 2,871,285            | 1,691,956             | 664,081             | 5,227,322            |
| Total renewal and replacement          | <u>2,871,285</u>     | <u>1,691,956</u>      | <u>688,113</u>      | <u>5,251,354</u>     |
| <b>RETIREMENT OF INDEBTEDNESS</b>      |                      |                       |                     |                      |
| Accounts payable                       | 27,376               | 19,686                | 43,288              | 90,350               |
| Bond and interest sinking fund reserve | 5,911                | -                     | 2,497,243           | 2,503,154            |
| Bond issuance costs                    | 1,905                | 1,370                 | -                   | 3,275                |
| Total retirement of indebtedness       | <u>35,192</u>        | <u>21,056</u>         | <u>2,540,531</u>    | <u>2,596,779</u>     |
| <b>INVESTMENT IN PLANT</b>             |                      |                       |                     |                      |
| Revenue bonds outstanding              | 2,608,924            | 1,876,076             | 3,120,000           | 7,605,000            |
| Bond premium                           | 9,699                | 6,975                 | -                   | 16,674               |
| Net investment in plant                | 28,728,717           | 9,456,053             | 750,892             | 38,935,662           |
| Total investment in plant              | <u>31,347,340</u>    | <u>11,339,104</u>     | <u>3,870,892</u>    | <u>46,557,336</u>    |
| Total liabilities and fund balances    | <u>\$ 34,253,817</u> | <u>\$ 13,052,116</u>  | <u>\$ 7,099,536</u> | <u>\$ 54,405,469</u> |

STATE OF ILLINOIS  
 EASTERN ILLINOIS UNIVERSITY  
 AUXILIARY ENTERPRISE FUNDS - REVENUE BONDS  
 STATEMENT OF PLANT FUNDS  
 STATEMENT OF CHANGES IN FUND BALANCES BY ENTITY  
 For the Year Ended June 30, 2019

**SCHEDULE 13**

|  | Student<br>Living   | Student<br>Facilities | Textbook<br>Rental  | Total               |
|--|---------------------|-----------------------|---------------------|---------------------|
| <b>RENEWAL AND REPLACEMENT</b>                   |                     |                       |                     |                     |
| Fund balances at July 1, 2018                    | \$ 3,921,424        | \$ 1,753,261          | \$ 661,339          | \$ 6,336,024        |
| Investment income                                | 40,767              | 1,939                 | -                   | 42,706              |
| Non-mandatory transfers - current                | -                   | -                     | 1,160,230           | 1,160,230           |
| Repair expenditures                              | (1,090,906)         | (63,244)              | -                   | (1,154,150)         |
| Textbook expenditures                            | -                   | -                     | (1,157,488)         | (1,157,488)         |
| Fund balances at June 30, 2019                   | <u>\$ 2,871,285</u> | <u>\$ 1,691,956</u>   | <u>\$ 664,081</u>   | <u>\$ 5,227,322</u> |
| <b>RETIREMENT OF INDEBTEDNESS</b>                |                     |                       |                     |                     |
| <b>BOND AND INTEREST SINKING FUND</b>            |                     |                       |                     |                     |
| Fund balances at July 1, 2018                    | \$ 438,563          | \$ -                  | \$ 2,431,213        | \$ 2,869,776        |
| Mandatory transfers - current                    | (3,141)             | 311,403               | 309,712             | 617,974             |
| Non-mandatory transfers - current                | -                   | -                     | 34,714              | 34,714              |
| Investment income                                | 3,536               | -                     | 31,316              | 34,852              |
| Debt retirement principal                        | (314,118)           | (225,882)             | (135,000)           | (675,000)           |
| Debt retirement interest                         | (118,929)           | (85,521)              | (174,712)           | (379,162)           |
| Fund balances at June 30, 2019                   | <u>5,911</u>        | <u>-</u>              | <u>2,497,243</u>    | <u>2,503,154</u>    |
| <b>BOND ISSUANCE COSTS</b>                       |                     |                       |                     |                     |
| Fund balances at July 1, 2018                    | 2,480               | 1,783                 | -                   | 4,263               |
| Amortization of bond closing costs               | <u>(575)</u>        | <u>(413)</u>          | <u>-</u>            | <u>(988)</u>        |
| Fund balances at June 30, 2019                   | <u>1,905</u>        | <u>1,370</u>          | <u>-</u>            | <u>3,275</u>        |
| Total retirement of indebtedness - June 30, 2019 | <u>\$ 7,816</u>     | <u>\$ 1,370</u>       | <u>\$ 2,497,243</u> | <u>\$ 2,506,429</u> |

STATE OF ILLINOIS  
 EASTERN ILLINOIS UNIVERSITY  
 AUXILIARY ENTERPRISE FUNDS - REVENUE BONDS  
 STATEMENT OF PLANT FUNDS  
 STATEMENT OF CHANGES IN FUND BALANCES BY ENTITY  
 For the Year Ended June 30, 2019

**SCHEDULE 13**

|  | Student<br>Living    | Student<br>Facilities | Textbook<br>Rental | Total                |
|--|----------------------|-----------------------|--------------------|----------------------|
| <b>INVESTMENT IN PLANT</b>             |                      |                       |                    |                      |
| Fund balances at July 1, 2018          | \$ 30,556,204        | \$ 10,233,571         | \$ 552,033         | \$ 41,341,808        |
| Equipment purchased (net of deletions) | 684                  | 111                   | 1,157,487          | 1,158,282            |
| Buildings/sites (net of deletions)     | 610,351              | 85,981                | -                  | 696,332              |
| Gain (loss) on disposal                | (1,026)              | -                     | -                  | (1,026)              |
| Depreciation                           | (2,754,533)          | (1,091,591)           | (1,092,818)        | (4,938,942)          |
| Debt retirement - principal payment    | 314,118              | 225,882               | 135,000            | 675,000              |
| Bond discount expense                  | -                    | -                     | (810)              | (810)                |
| Bond premium amortization              | 2,919                | 2,099                 | -                  | 5,018                |
| Fund balances at June 30, 2019         | <u>\$ 28,728,717</u> | <u>\$ 9,456,053</u>   | <u>\$ 750,892</u>  | <u>\$ 38,935,662</u> |

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
AUXILIARY ENTERPRISES - OTHER  
STATEMENT OF CURRENT FUNDS  
BALANCE SHEET BY ENTITY  
June 30, 2019**

**SCHEDULE 14**

|                                      | <u>Student/Staff<br/>Programs</u> | <u>Regional<br/>Services</u> | <u>Total</u>        |
|--------------------------------------|-----------------------------------|------------------------------|---------------------|
| <b>ASSETS</b>                        |                                   |                              |                     |
| <b>CURRENT FUNDS</b>                 |                                   |                              |                     |
| Cash and temporary cash investments  | \$ 142,965                        | \$ -                         | \$ 142,965          |
| Accounts receivable                  | 246,400                           | -                            | 246,400             |
| Prepaid                              | 11,437                            | -                            | 11,437              |
| Total current funds                  | <u>400,802</u>                    | <u>-</u>                     | <u>400,802</u>      |
| <b>PLANT FUNDS</b>                   |                                   |                              |                     |
| Cash and temporary cash investments  | 1,273,267                         | -                            | 1,273,267           |
| Building and site improvements       | 5,819,104                         | -                            | 5,819,104           |
| Land                                 | 1,248,812                         | -                            | 1,248,812           |
| Equipment                            | 61,070                            | 8,455                        | 69,525              |
| Accumulated depreciation             | (4,123,068)                       | (8,455)                      | (4,131,523)         |
| Construction in progress             | 31,554                            | -                            | 31,554              |
| Total plant funds                    | <u>4,310,739</u>                  | <u>-</u>                     | <u>4,310,739</u>    |
| Total assets                         | <u>\$ 4,711,541</u>               | <u>\$ -</u>                  | <u>\$ 4,711,541</u> |
| <b>LIABILITIES AND FUND BALANCES</b> |                                   |                              |                     |
| <b>CURRENT FUNDS</b>                 |                                   |                              |                     |
| Accounts payable                     | \$ 18,362                         | \$ -                         | \$ 18,362           |
| Accrued payroll                      | 19,635                            | -                            | 19,635              |
| Unearned revenue                     | 200,000                           | -                            | 200,000             |
| Fund balances                        | 162,805                           | -                            | 162,805             |
| Total current funds                  | <u>400,802</u>                    | <u>-</u>                     | <u>400,802</u>      |
| <b>PLANT FUNDS</b>                   |                                   |                              |                     |
| Non-indentured reserves              | 1,273,267                         | -                            | 1,273,267           |
| Net investment in plant              | 3,037,472                         | -                            | 3,037,472           |
| Total plant funds                    | <u>4,310,739</u>                  | <u>-</u>                     | <u>4,310,739</u>    |
| Total liabilities and fund balances  | <u>\$ 4,711,541</u>               | <u>\$ -</u>                  | <u>\$ 4,711,541</u> |

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
AUXILIARY ENTERPRISES - OTHER  
STATEMENT OF CURRENT FUNDS  
REVENUES AND EXPENDITURES BY ENTITY  
For the Year Ended June 30, 2019**

**SCHEDULE 15**

|                               | <u>Student/Staff<br/>Programs</u> | <u>Regional<br/>Services</u> | <u>Total</u>      |
|-------------------------------|-----------------------------------|------------------------------|-------------------|
| <b>REVENUES</b>               |                                   |                              |                   |
| Sales, services - enterprises | \$ 497,591                        | \$ -                         | \$ 497,591        |
| Fines and penalties           | 151,773                           | -                            | 151,773           |
| Investment income             | 17,014                            | -                            | 17,014            |
| Other income                  | 100,000                           | -                            | 100,000           |
| Total revenues                | <u>766,378</u>                    | <u>-</u>                     | <u>766,378</u>    |
| <b>EXPENDITURES</b>           |                                   |                              |                   |
| Salaries                      | 381,231                           | -                            | 381,231           |
| Other expenses                | 54,282                            | -                            | 54,282            |
| Contractual services          | 122,646                           | -                            | 122,646           |
| Commodities                   | 7,399                             | -                            | 7,399             |
| Total expenditures            | <u>565,558</u>                    | <u>-</u>                     | <u>565,558</u>    |
| Revenues over expenditures    | <u>\$ 200,820</u>                 | <u>\$ -</u>                  | <u>\$ 200,820</u> |

## STATE OF ILLINOIS

SCHEDULE 16EASTERN ILLINOIS UNIVERSITY  
AUXILIARY ENTERPRISES - OTHER

## STATEMENT OF CURRENT FUNDS

## STATEMENT OF CHANGES IN FUND BALANCES BY ENTITY

For the Year Ended June 30, 2019

|   | Student/Staff<br>Programs | Regional<br>Services | Total      |
|---|---------------------------|----------------------|------------|
| Fund balances at July 1, 2018           | \$ 333,888                | -                    | \$ 333,888 |
| Revenues and other additions            |                           |                      |            |
| Operating revenues                      | 766,378                   | -                    | 766,378    |
| Total revenues and other additions      | 766,378                   | -                    | 766,378    |
| Expenditures and other deductions       |                           |                      |            |
| Operating expenditures                  | 565,558                   | -                    | 565,558    |
| Non-mandatory transfers                 | 371,903                   | -                    | 371,903    |
| Total expenditures and other deductions | 937,461                   | -                    | 937,461    |
| Net increase (decrease) for the year    | (171,083)                 | -                    | (171,083)  |
| Fund balances at June 30, 2019          | \$ 162,805                | \$ -                 | \$ 162,805 |

**STATE OF ILLINOIS**  
**EASTERN ILLINOIS UNIVERSITY**  
**AUXILIARY ENTERPRISES - OTHER**  
**STATEMENT OF PLANT FUNDS**  
**STATEMENT OF CHANGES IN FUND BALANCES BY ENTITY**  
**For the Year Ended June 30, 2019**

**SCHEDULE 17**

|                                | <u>Student/Staff<br/>Programs</u> | <u>Regional<br/>Services</u> | <u>Total</u>        |
|--------------------------------|-----------------------------------|------------------------------|---------------------|
| <b>NON-INDENTURED RESERVES</b> |                                   |                              |                     |
| Fund balances at July 1, 2018  | \$ 901,364                        | \$ -                         | \$ 901,364          |
| Reserve additions              |                                   |                              |                     |
| Repairs and maintenance        | -                                 | -                            | -                   |
| Current funds                  | 371,903                           | -                            | 371,903             |
| Total addition                 | <u>371,903</u>                    | <u>-</u>                     | <u>371,903</u>      |
| Fund balances at June 30, 2019 | <u>\$ 1,273,267</u>               | <u>\$ -</u>                  | <u>\$ 1,273,267</u> |
| <b>INVESTMENT IN PLANT</b>     |                                   |                              |                     |
| Fund balances at July 1, 2018  | \$ 3,218,982                      | \$ -                         | \$ 3,218,982        |
| Plant additions                |                                   |                              |                     |
| Current funds                  | 31,554                            | -                            | 31,554              |
| Reserve funds                  | -                                 | -                            | -                   |
| Total additions                | <u>31,554</u>                     | <u>-</u>                     | <u>31,554</u>       |
| Plant reduction                |                                   |                              |                     |
| Depreciation                   | 212,009                           | -                            | 212,009             |
| Loss on disposal               | 1,055                             | -                            | 1,055               |
| Total reduction                | <u>213,064</u>                    | <u>-</u>                     | <u>213,064</u>      |
| Fund balances at June 30, 2019 | <u>\$ 3,037,472</u>               | <u>\$ -</u>                  | <u>\$ 3,037,472</u> |

STATE OF ILLINOIS  
 EASTERN ILLINOIS UNIVERSITY  
 AUXILIARY ENTERPRISES - DESIGNATED FUNDS  
 STATEMENT OF CURRENT FUNDS  
 BALANCE SHEET BY ENTITY  
 June 30, 2019

SCHEDULE 18

| ASSETS                                 | Student Fee Programs | Material Fees | Service Departments | Student/Staff Programs | Educational Services | Unique Charges Credit Courses | Public Service Activities | Indirect Costs | Continuing Education Contract Credit | Total          |
|--|----------------------|---------------|---------------------|------------------------|----------------------|-------------------------------|---------------------------|----------------|--------------------------------------|----------------|
|  |                      |               |                     |                        |                      |                               |                           |                |                                      |                |
| <b>CURRENT FUNDS</b>                   |                      |               |                     |                        |                      |                               |                           |                |                                      |                |
| Cash and temporary investments         | \$ (656,155)         | \$ 134,809    | \$ 12,668,312       | \$ 215,342             | \$ 126,873           | \$ (98,948)                   | \$ 451,421                | \$ 320,351     | \$ (47,594)                          | \$ 13,114,411  |
| Accounts receivable (net of allowance) | 1,696,356            | 56,798        | (2,677,753)         | 68,762                 | 8,086                | 111,818                       | 118,625                   | -              | 522,519                              | (94,789)       |
| Inventories                            | 6,345                | -             | 660,679             | 2,454                  | -                    | -                             | -                         | -              | -                                    | 669,478        |
| Prepaid expense and other assets       | 61,405               | 6,624         | 26,505              | 5,377                  | 3,885                | -                             | 694                       | 5,058          | 3,147                                | 112,695        |
| Total current funds                    | 1,107,951            | 198,231       | 10,677,743          | 291,935                | 138,844              | 12,870                        | 570,740                   | 325,409        | 478,072                              | 13,801,795     |
| <b>PLANT FUNDS</b>                     |                      |               |                     |                        |                      |                               |                           |                |                                      |                |
| Temporary cash investments             | 6,644,278            | 41,952        | 7,481,635           | 93,977                 | 40,429               | -                             | 45                        | -              | 52,554                               | 14,354,870     |
| Accounts receivable                    | 313,125              | -             | 858,750             | -                      | -                    | -                             | -                         | -              | -                                    | 1,171,875      |
| Bond discount                          | 22,029               | -             | -                   | -                      | -                    | -                             | -                         | -              | -                                    | 22,029         |
| Buildings and improvements             | 25,475,018           | -             | 88,113,931          | 103,145                | 13,834               | -                             | 95,950                    | 93,146         | -                                    | 113,895,024    |
| Equipment                              | 2,468,265            | 45,996        | 3,156,415           | 72,070                 | 116,092              | -                             | 14,954                    | 4,175          | 8,323                                | 5,886,290      |
| Construction in progress               | 233,645              | -             | 68,765              | -                      | -                    | -                             | -                         | -              | -                                    | 302,410        |
| Accumulated depreciation               | (10,795,168)         | (37,168)      | (13,154,389)        | (86,344)               | (97,193)             | -                             | (54,800)                  | (50,917)       | (8,323)                              | (24,284,302)   |
| Other assets                           | 5,217                | -             | -                   | -                      | -                    | -                             | -                         | -              | -                                    | 5,217          |
| Total plant funds                      | 24,366,409           | 50,780        | 86,525,107          | 182,848                | 73,162               | -                             | 56,149                    | 46,404         | 52,554                               | 111,353,413    |
| Total assets                           | \$ 25,474,360        | \$ 249,011    | \$ 97,202,850       | \$ 474,783             | \$ 212,006           | \$ 12,870                     | \$ 626,889                | \$ 371,813     | \$ 530,626                           | \$ 125,155,208 |
| <b>LIABILITIES AND FUND BALANCES</b>   |                      |               |                     |                        |                      |                               |                           |                |                                      |                |
| <b>CURRENT FUNDS</b>                   |                      |               |                     |                        |                      |                               |                           |                |                                      |                |
| Accounts payable and accrued expenses  | \$ 1,039,592         | \$ 20,331     | \$ 2,335,473        | \$ 26,244              | \$ 3,583             | \$ 12,870                     | \$ 27,726                 | \$ -           | \$ 9,410                             | \$ 3,475,229   |
| Accrued payroll                        | 3,928                | -             | 120,929             | 8,447                  | 5,858                | -                             | 24,203                    | -              | 114,213                              | 277,578        |
| Accrued compensated absences           | -                    | -             | 71,232              | -                      | -                    | -                             | -                         | -              | -                                    | 71,232         |
| Deferred income                        | 542,173              | 8,567         | -                   | 3,464                  | 13,638               | -                             | 190,560                   | -              | 121,219                              | 879,621        |
| Total liabilities - current funds      | 1,585,693            | 28,898        | 2,527,634           | 38,155                 | 23,079               | 12,870                        | 242,489                   | -              | 244,842                              | 4,703,660      |
| Fund balances                          | (477,742)            | 169,333       | 8,150,109           | 253,780                | 115,765              | -                             | 328,251                   | 325,409        | 233,230                              | 9,098,135      |
| Current unrestricted                   | 1,107,951            | 198,231       | 10,677,743          | 291,935                | 138,844              | 12,870                        | 570,740                   | 325,409        | 478,072                              | 13,801,795     |
| Total current funds                    | \$ 5,535,000         | \$ -          | \$ 68,830,000       | \$ 11,398              | \$ -                 | \$ -                          | \$ -                      | \$ -           | \$ -                                 | \$ 74,365,000  |
| PLANT FUNDS                            |                      |               |                     |                        |                      |                               |                           |                |                                      |                |
| Accounts payable                       | -                    | -             | 48,215              | 11,398                 | -                    | -                             | -                         | -              | -                                    | 59,613         |
| Certificates of participation payable  | 5,535,000            | -             | 68,830,000          | -                      | -                    | -                             | -                         | -              | -                                    | 74,365,000     |
| Total liabilities - plant funds        | 5,535,000            | -             | 68,878,215          | 11,398                 | -                    | -                             | -                         | -              | -                                    | 74,424,613     |
| Fund balances                          | 103,210              | 41,952        | 817,768             | 82,579                 | 40,429               | -                             | 45                        | -              | 52,554                               | 1,138,537      |
| Non-indentured reserve                 | 12,181,914           | 8,828         | 10,213,472          | 88,871                 | 32,733               | -                             | 56,104                    | 46,404         | -                                    | 22,628,326     |
| Net investment in plant                | 5,217                | -             | -                   | -                      | -                    | -                             | -                         | -              | -                                    | 5,217          |
| Bond issuance costs                    | -                    | -             | 6,615,652           | -                      | -                    | -                             | -                         | -              | -                                    | 6,615,652      |
| Construction reserve                   | 6,541,068            | -             | -                   | -                      | -                    | -                             | -                         | -              | -                                    | 6,541,068      |
| Other Reserves                         | 18,831,409           | 50,780        | 17,646,892          | 171,450                | 73,162               | -                             | 56,149                    | 46,404         | 52,554                               | 36,928,800     |
| Total fund balances                    | 24,366,409           | 50,780        | 86,525,107          | 182,848                | 73,162               | -                             | 56,149                    | 46,404         | 52,554                               | 111,353,413    |
| Total plant funds                      | \$ 25,474,360        | \$ 249,011    | \$ 97,202,850       | \$ 474,783             | \$ 212,006           | \$ 12,870                     | \$ 626,889                | \$ 371,813     | \$ 530,626                           | \$ 125,155,208 |

STATE OF ILLINOIS  
 EASTERN ILLINOIS UNIVERSITY  
 AUXILIARY ENTERPRISES - DESIGNATED FUNDS  
 STATEMENT OF CURRENT FUNDS  
 STATEMENT OF CHANGES IN FUND BALANCES BY ENTITY  
 For the Year Ended June 30, 2019

|   | Student Fee Programs | Material Fees | Service Departments | Student/Staff Programs | Educational Services | Unique Charges Credit Courses | Public Service Activities | Indirect Costs | Continuing Education Contract Credit | Total         |
|---|----------------------|---------------|---------------------|------------------------|----------------------|-------------------------------|---------------------------|----------------|--------------------------------------|---------------|
| <b>REVENUES</b>                                   |                      |               |                     |                        |                      |                               |                           |                |                                      |               |
| Tuition and fees                                  | \$ 8,412,938         | \$ 416,142    | \$ -                | \$ 134,882             | \$ 2,760             | \$ -                          | \$ 1,100                  | \$ -           | \$ 1,522,957                         | \$ 10,488,019 |
| Federal grants and contracts                      | -                    | -             | -                   | -                      | -                    | -                             | -                         | 77,845         | -                                    | 80,605        |
| State grants and contracts                        | -                    | -             | -                   | -                      | -                    | -                             | -                         | 227,161        | -                                    | 227,161       |
| Private gifts, grants, and contracts              | 632,252              | -             | -                   | 256,021                | 9,510                | -                             | 4,893                     | 52,365         | -                                    | 955,041       |
| Investment income                                 | 111,860              | 2,871         | -                   | 4,269                  | 2,161                | -                             | 5,270                     | 8,240          | 2,390                                | 137,061       |
| Educational activities                            | 1,580,766            | -             | -                   | 232,085                | 388,394              | -                             | 1,201,308                 | -              | -                                    | 3,402,553     |
| Other additions                                   | 1,548,242            | 1,697         | 1,451,279           | 62,678                 | 3,396                | 182,308                       | 49,687                    | -              | -                                    | 3,299,287     |
| Total revenues and other additions                | 12,286,058           | 420,710       | 1,451,279           | 689,935                | 406,221              | 182,308                       | 1,262,258                 | 365,611        | 1,525,347                            | 18,589,727    |
| <b>EXPENDITURES</b>                               |                      |               |                     |                        |                      |                               |                           |                |                                      |               |
| Educational and general                           |                      |               |                     |                        |                      |                               |                           |                |                                      |               |
| Instruction                                       | -                    | 343,316       | -                   | 98,995                 | 6,935                | 182,308                       | 47,243                    | -              | 1,432,381                            | 2,111,178     |
| Public service                                    | -                    | -             | -                   | 282,381                | 372,353              | -                             | 1,123,223                 | -              | -                                    | 1,777,957     |
| Academic support                                  | -                    | -             | -                   | 162,177                | -                    | -                             | 11,100                    | 53,356         | -                                    | 226,633       |
| Student services                                  | 10,733,511           | -             | -                   | 37,326                 | 296                  | -                             | -                         | 8,714          | -                                    | 10,779,847    |
| Institutional support                             | -                    | -             | (7,244,586)         | 9,669                  | -                    | -                             | 32,756                    | 51,203         | 19,265                               | (7,131,693)   |
| Operation and maintenance of plant                | 1,293,449            | -             | -                   | -                      | -                    | -                             | -                         | -              | -                                    | 1,293,449     |
| Scholarships and fellowships                      | 1,509,836            | -             | -                   | -                      | -                    | -                             | -                         | -              | -                                    | 1,509,836     |
| Total educational and general expenditures        | 13,536,796           | 343,316       | (7,244,586)         | 590,348                | 379,584              | 182,308                       | 1,214,322                 | 113,273        | 1,451,646                            | 10,536,720    |
| <b>TRANSFERS AND OTHER ADDITIONS (DEDUCTIONS)</b> |                      |               |                     |                        |                      |                               |                           |                |                                      |               |
| Mandatory transfers                               |                      |               |                     |                        |                      |                               |                           |                |                                      |               |
| Principal   | (813,125)            | -             | (3,348,750)         | -                      | -                    | -                             | -                         | -              | -                                    | (4,161,875)   |
| Interest  | (250,986)            | -             | (2,907,492)         | -                      | -                    | -                             | -                         | -              | -                                    | (3,158,478)   |
| Student aid matching grants                       | (138,118)            | -             | -                   | -                      | -                    | -                             | -                         | -              | -                                    | (138,118)     |
| Total mandatory transfers                         | (1,202,229)          | -             | (6,256,242)         | -                      | -                    | -                             | -                         | -              | -                                    | (7,458,471)   |
| Non-mandatory transfers                           |                      |               |                     |                        |                      |                               |                           |                |                                      |               |
| Renewal and replacement                           | -                    | -             | (50,776)            | -                      | -                    | -                             | -                         | -              | -                                    | (50,776)      |
| Reserve   | -                    | -             | -                   | -                      | -                    | -                             | -                         | -              | -                                    | -             |
| Excess local funds                                | -                    | (115,675)     | -                   | (44,573)               | (108,005)            | -                             | (99,874)                  | (164,392)      | -                                    | (532,519)     |
| Transfers, other                                  | -                    | -             | (50,776)            | (44,573)               | (75,994)             | -                             | (129,977)                 | (164,392)      | -                                    | (581,387)     |
| Total non-mandatory transfers                     | -                    | (115,675)     | (50,776)            | (44,573)               | (75,994)             | -                             | (129,977)                 | (164,392)      | -                                    | (581,387)     |
| <b>NET INCREASE (DECREASE) FOR THE YEAR</b>       | (2,452,967)          | (38,281)      | 2,388,847           | 54,814                 | (49,357)             | -                             | (82,041)                  | 87,946         | 73,701                               | (17,338)      |
| <b>FUND BALANCES (DEFICIT) AT JULY 1, 2018</b>    | 1,975,225            | 207,614       | 5,761,262           | 198,966                | 165,122              | -                             | 410,292                   | 237,463        | 159,529                              | 9,115,473     |
| <b>FUND BALANCES (DEFICIT) AT JUNE 30, 2019</b>   | (477,742)            | 169,333       | 8,150,109           | 253,780                | 115,765              | \$ -                          | 328,251                   | \$ 325,409     | \$ 233,230                           | 9,098,135     |

STATE OF ILLINOIS  
 EASTERN ILLINOIS UNIVERSITY  
 AUXILIARY ENTERPRISES - DESIGNATED FUNDS  
 STATEMENT OF PLANT FUNDS  
 STATEMENT OF CHANGES IN FUND BALANCES BY ENTITY  
 For the Year Ended June 30, 2019

|                                       | Student Fee Programs | Material Fees | Service Departments | Student/Staff Programs | Educational Services | Unique Charges Credit Courses | Public Service Activities | Indirect Costs | Continuing Education Contract Credit | Total         |
|---------------------------------------|----------------------|---------------|---------------------|------------------------|----------------------|-------------------------------|---------------------------|----------------|--------------------------------------|---------------|
| <b>NON-INDENTURED RESERVES</b>        |                      |               |                     |                        |                      |                               |                           |                |                                      |               |
| Fund balances at July 1, 2018         | \$ 103,210           | \$ 51,044     | \$ 1,053,313        | \$ 116,967             | \$ 48,923            | \$ -                          | \$ 45                     | \$ -           | \$ 52,554                            | \$ 1,426,056  |
| Reserve additions                     | -                    | -             | 50,776              | -                      | -                    | -                             | -                         | -              | -                                    | 50,776        |
| Current funds                         | -                    | -             | 50,776              | -                      | -                    | -                             | -                         | -              | -                                    | 50,776        |
| Total additions                       | -                    | -             | 50,776              | -                      | -                    | -                             | -                         | -              | -                                    | 50,776        |
| Reserve deductions                    |                      |               |                     |                        |                      |                               |                           |                |                                      |               |
| Non-capitalized equipment purchases   | -                    | 9,092         | 265,341             | 21,635                 | 4,779                | -                             | -                         | -              | -                                    | 300,847       |
| Transfer to plant fund                | -                    | -             | 20,980              | 12,753                 | -                    | -                             | -                         | -              | -                                    | 33,733        |
| Transfer to another current fund      | -                    | -             | -                   | -                      | 3,715                | -                             | -                         | -              | -                                    | 3,715         |
| Total deductions                      | -                    | 9,092         | 286,321             | 34,388                 | 8,494                | -                             | -                         | -              | -                                    | 338,295       |
| Fund balances at June 30, 2019        | \$ 103,210           | \$ 41,952     | \$ 817,768          | \$ 82,579              | \$ 40,429            | \$ -                          | \$ 45                     | \$ -           | \$ 52,554                            | \$ 1,138,537  |
| <b>NET INVESTMENT IN PLANT</b>        |                      |               |                     |                        |                      |                               |                           |                |                                      |               |
| Fund balances at July 1, 2018         | \$ 11,293,968        | \$ 10,434     | \$ 9,482,885        | \$ 87,494              | \$ 35,075            | \$ -                          | \$ 64,190                 | \$ 47,135      | \$ -                                 | \$ 21,021,181 |
| Plant additions                       |                      |               |                     |                        |                      |                               |                           |                |                                      |               |
| Current funds                         | 2,034,992            | -             | 3,546,885           | 380                    | -                    | -                             | -                         | 4,175          | -                                    | 5,586,432     |
| Non-indentured reserves               | -                    | -             | 20,980              | 12,753                 | -                    | -                             | -                         | -              | -                                    | 33,733        |
| Other reserves                        | 27,957               | -             | -                   | -                      | -                    | -                             | -                         | -              | -                                    | 27,957        |
| Total additions                       | 2,062,949            | -             | 3,567,865           | 13,133                 | -                    | -                             | -                         | 4,175          | -                                    | 5,648,122     |
| Plant deductions                      |                      |               |                     |                        |                      |                               |                           |                |                                      |               |
| Depreciation                          | 1,146,116            | 1,606         | 2,837,278           | 12,356                 | 2,342                | -                             | 8,086                     | 4,906          | -                                    | 4,012,690     |
| Amortization of bond premium/discount | 8,027                | -             | -                   | -                      | -                    | -                             | -                         | -              | -                                    | 8,027         |
| Disposed property                     | 20,860               | -             | -                   | (600)                  | -                    | -                             | -                         | -              | -                                    | 20,260        |
| Total deductions                      | 1,175,003            | 1,606         | 2,837,278           | 11,756                 | 2,342                | -                             | 8,086                     | 4,906          | -                                    | 4,040,977     |
| Fund balances at June 30, 2019        | \$ 12,181,914        | \$ 8,828      | \$ 10,213,472       | \$ 88,871              | \$ 32,733            | \$ -                          | \$ 56,104                 | \$ 46,404      | \$ -                                 | \$ 22,628,326 |

STATE OF ILLINOIS  
 EASTERN ILLINOIS UNIVERSITY  
 AUXILIARY ENTERPRISES - DESIGNATED FUNDS  
 STATEMENT OF PLANT FUNDS  
 STATEMENT OF CHANGES IN FUND BALANCES BY ENTITY  
 For the Year Ended June 30, 2019

|                               | Student Fee Programs | Material Fees | Service Departments | Student/Staff Programs | Educational Services | Unique Charges Credit Courses | Public Service Activities | Indirect Costs | Continuing Education Contract Credit | Total        |
|-------------------------------|----------------------|---------------|---------------------|------------------------|----------------------|-------------------------------|---------------------------|----------------|--------------------------------------|--------------|
| <b>BOND ISSUANCE COSTS</b>    |                      |               |                     |                        |                      |                               |                           |                |                                      |              |
| Fund balance at July 1, 2018  | \$ 7,120             | \$ -          | \$ -                | \$ -                   | \$ -                 | \$ -                          | \$ -                      | \$ -           | \$ -                                 | \$ 7,120     |
| <b>Deductions</b>             |                      |               |                     |                        |                      |                               |                           |                |                                      |              |
| Amortization of closing costs | 1,903                | -             | -                   | -                      | -                    | -                             | -                         | -              | -                                    | 1,903        |
| Total deductions              | 1,903                | -             | -                   | -                      | -                    | -                             | -                         | -              | -                                    | 1,903        |
| Fund balance at June 30, 2019 | \$ 5,217             | \$ -          | \$ -                | \$ -                   | \$ -                 | \$ -                          | \$ -                      | \$ -           | \$ -                                 | \$ 5,217     |
| <b>CONSTRUCTION RESERVE</b>   |                      |               |                     |                        |                      |                               |                           |                |                                      |              |
| Fund balance at July 1, 2018  | \$ -                 | \$ -          | \$ 6,531,401        | \$ -                   | \$ -                 | \$ -                          | \$ -                      | \$ -           | \$ -                                 | \$ 6,531,401 |
| <b>Additions</b>              |                      |               |                     |                        |                      |                               |                           |                |                                      |              |
| Investment income             | -                    | -             | 84,251              | -                      | -                    | -                             | -                         | -              | -                                    | 84,251       |
| Total additions               | -                    | -             | 84,251              | -                      | -                    | -                             | -                         | -              | -                                    | 84,251       |
| Fund balance at June 30, 2019 | \$ -                 | \$ -          | \$ 6,615,652        | \$ -                   | \$ -                 | \$ -                          | \$ -                      | \$ -           | \$ -                                 | \$ 6,615,652 |
| <b>OTHER RESERVES</b>         |                      |               |                     |                        |                      |                               |                           |                |                                      |              |
| Fund balance at July 1, 2018  | \$ 6,519,047         | \$ -          | \$ -                | \$ -                   | \$ -                 | \$ -                          | \$ -                      | \$ -           | \$ -                                 | \$ 6,519,047 |
| <b>Reserve additions</b>      |                      |               |                     |                        |                      |                               |                           |                |                                      |              |
| Investment income             | 49,978               | -             | -                   | -                      | -                    | -                             | -                         | -              | -                                    | 49,978       |
| Total additions               | 49,978               | -             | -                   | -                      | -                    | -                             | -                         | -              | -                                    | 49,978       |
| <b>Reserve deductions</b>     |                      |               |                     |                        |                      |                               |                           |                |                                      |              |
| Transfer to plant funds       | 27,957               | -             | -                   | -                      | -                    | -                             | -                         | -              | -                                    | 27,957       |
| Total deductions              | 27,957               | -             | -                   | -                      | -                    | -                             | -                         | -              | -                                    | 27,957       |
| Fund balance at June 30, 2019 | \$ 6,541,068         | \$ -          | \$ -                | \$ -                   | \$ -                 | \$ -                          | \$ -                      | \$ -           | \$ -                                 | \$ 6,541,068 |

STATE OF ILLINOIS  
 EASTERN ILLINOIS UNIVERSITY

**SCHEDULE 21**

**SCHEDULE OF FEDERAL EXPENDITURES, NONFEDERAL EXPENSES, AND NEW LOANS**

For the Year Ended June 30, 2019  
 (expressed in thousands)

**Schedule A** -- Federal Financial Component

|   |                  |
|---|------------------|
| Total federal expenditures reported on SEFA schedule  | \$ 49,358        |
| Total new loans made not included on SEFA Schedule  | -                |
| Amount of federal loan balances (not included on the SEFA schedule and continued compliance required) | -                |
| Other noncash federal award expenditures (not included on SEFA schedule)                              | -                |
| Total Schedule A  | <u>\$ 49,358</u> |

**Schedule B** -- Total Financial Component

|   |                   |
|---|-------------------|
| Total operating expenses (from financial statements)    | \$ 161,245        |
| Total nonoperating expenses (from financial statements) | 5,141             |
| Total new loans made                                    | 30,183            |
| Amount of federal loan balances                         | 5,920             |
| Other noncash federal award expenditures                | 1,156             |
| Total Schedule B  | <u>\$ 203,645</u> |

**Schedule C**

|                            |                   | <b><u>Percent</u></b> |
|----------------------------|-------------------|-----------------------|
| Total Schedule A           | \$ 49,358         | 24.2%                 |
| Total non-federal expenses | <u>154,287</u>    | <u>75.8%</u>          |
| Total Schedule B           | <u>\$ 203,645</u> | <u>100.0%</u>         |

These schedules are used to determine the University's single audit costs in accordance with the Uniform Guidance.

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
FUNCTIONS AND PLANNING PROGRAM (UNAUDITED)  
For the Year Ended June 30, 2019**

Mission

Eastern Illinois University's (University) mission statement states that it offers superior, accessible undergraduate and graduate education. Students learn the methods and results of free and rigorous inquiry in the arts, humanities, sciences and professions, guided by faculty known for its excellence in teaching, research, creative activity and service. The University community is committed to diversity and inclusion and fosters opportunities for student-faculty scholarship and applied learning experiences within a student-centered campus culture. Throughout their education, students refine their abilities to reason and to communicate clearly so as to become responsible citizens and leaders.

Strategic Plan

At the University's Board of Trustees' meeting in June 2016, the University was charged by the Board to assess the University's academic and non-academic programs and services in terms of their viability, efficiency and sustainability, and report back to the Board at their January 2017 meeting with conclusions and recommendations. This charge by the Board provides a context to involve the University in a positive and proactive opportunity for innovative thought, discussion and action toward the vitalization of our university.

The Vitalization Project served to advance the University on its "Pathway to Success" and guide our budget and planning decisions for future allocation of resources and strategic investments. It accessed the viability and operational efficiency of our array of academic programs; student services; enrollment management practices; facilities; intercollegiate sports; and University marketing and branding strategies, and recommend appropriate actions. In addition, it provided a context for crafting a vision for our university's vitalized future ~ its organization, academic program array, learning and delivery formats, etc., as well as other targeted investments to attract higher enrollments and distinguish the University in the competitive marketplace.

The Vitalization Project was made up of 9 workgroups as follows:

1. Student Services
2. University Technology
3. Enrollment Management
4. Intercollegiate Athletics
5. Facilities
6. Marketing and University Branding
7. Academic Programs
  - a. Viability and sustainability of academic programs considered 1) Quality of Program, 2) Centrality of Program to University Mission, 3) Student Enrollment and Market Demand for Program by Prospective Students, and 4) Revenue/Expense Profile of Program
8. Academic Visioning Workgroup I
  - a. New Modified Programs (undergraduate and graduate majors)
  - b. Completion Programs (for adult learners and community college students)
  - c. Identifying Signature Programs
  - d. Micro Degrees

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
FUNCTIONS AND PLANNING PROGRAM (UNAUDITED)  
For the Year Ended June 30, 2019**

9. Academic Visioning Workgroup II
  - a. Reorganizations (Colleges, Schools and/or Departments)
  - b. Variable Learning Formats (on-line, weekend, around the calendar programs)
  - c. Differential Tuition Modeling

The charge of Workgroups #1 - #6 was framed by identifying efficiencies, assessing the viability and sustainability of existing services and/or programs, and identifying any enhancements or changes likely to increase the marketability and success for increasing student enrollments.

The charge of Workgroup #7 was framed by assessing the viability and sustainability of each of the University's academic undergraduate and graduate programs through the considerations of quality of program, centrality of program to university mission, student enrollment and market demand of program by prospective students, and the revenue/expense profile of the program.

The charge of Workgroups #8 and #9 was to envision innovative ideas for our academic affairs division. Workgroup #8 will focus on program development that will enhance the University's marketability in growing student enrollments at both the undergraduate and graduate levels. Workgroup #9 will focus on the University's organization of academic colleges, schools and departments, learning platforms, and tuition models to enhance our academic affairs operation, increase interest by prospective students (both traditional and non-traditional), and create effective tuition strategies.

The conclusions reached can be summarized as follows:

Student Services

Student services are vital to the University's success. Student services sustain the University's higher-than-average retention rates, support recruitment efforts, enhance alumni career placement, and reinforce general education learning goals through students' daily experiences.

The workgroups recommendations focused on investments that are most essential to retention and recruitment, opportunities for further efficiencies, and opportunities to enhance revenue or services.

University Technology

The University technology workgroup focused on the role of Information Technology at the University.

The workgroup recommended that the University reorganize the way it structures Information Technology on its campus. The creation of a leadership position in Information Technology which offers strategic planning and oversight of the entire campus's Information Technology needs, together with a central technology budget and the advisement of a Central Steering Committee for Technology with members of major stakeholder groups on campus to advise the Information Technology, should inevitably lead to the strengthening of Information Technology on the campus.

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
FUNCTIONS AND PLANNING PROGRAM (UNAUDITED)  
For the Year Ended June 30, 2019**

Enrollment Management

Enrollment management is an area that requires targeted investments. Successful enrollment management is a crucial pillar on which the whole university will rely. Enhanced technology is seen as crucial to the enrollment management work.

The future of enrollment management is primarily online, necessitating investments in the University's web and mobile presence.

Investments are also needed to involve faculty, staff, and students in recruitment efforts and in providing programs that target untapped potential student populations.

In addition, additional marketing support was identified a crucial to enrollment growth.

Intercollegiate Athletics

Academic success, aesthetics, branding/marketing, facilities, institutional/departmental financial resources and the safety, health and well-being of student-athletes and others are integral to the University.

Intercollegiate athletic programs have many things to offer their participants, institutions and other stakeholders. However, the budget may not provide the funds necessary for our student-athletes to remain competitive in the future in all sports currently offered.

The success of our student-athletes and athletic teams attract a significant amount of local, regional and national media attention and enhancements to our sports information and athletic marketing efforts can benefit all areas on campus.

Intercollegiate athletic teams – and particularly successful, winning programs – can support enrollment efforts and increase affinity and awareness of the University by alumni, donors and other external audiences.

Facilities

There is a great need for maintenance and updates to our physical facilities. For many years, the maintenance needs of buildings and infrastructure have been greater than the funding available. The result is a huge amount of deferred maintenance that contributes to reduced life span of our buildings and systems, increased and more frequent need for major capital replacement projects, and more emergency repairs which are more costly than planned repairs.

It is important to increase resources dedicated to facilities. To enhance marketability, enrollment and viability of the University. The campus master plan will provide a guide for the ongoing vision of the campus.

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
FUNCTIONS AND PLANNING PROGRAM (UNAUDITED)  
For the Year Ended June 30, 2019**

Marketing and Branding

Marketing by itself is a very broad domain and touches every aspect of the University. To fully appreciate the role it plays in today's organization is to understand that it starts with the strategic positioning of the organization relative to the markets it serves and other institutions vying for the attention of those same markets. Strategic positioning at its heart takes into account the persona in which the University portrays and operationally deploys its resources to carry out its mission with respect to current and future environmental demands.

We accept that certain activities we perform are revenue generating and that to generate revenue for any organization, be it private, public, for profit, or not-for-profit, we must have clients we serve and acknowledge that they have the free choice to accept our market-place offer or reject it in the presence of other institution's offers. Marketing and branding activities should be viewed as investments and not costs. So, let us accept that the role of 'marketing and branding' is everyone's job. It is the responsibility of each department to own its enrollment. It is the responsibility of each department to promote its offerings. It is the responsibility of each department to shepherd its students toward graduation, and then be a resource for their alumni.

Academic Programs

The University's Academic Programs were reviewed based on the analysis of a comprehensive set of data characterizing elements of program quality, centrality to the University mission, marketability potential for increasing enrollments, number of majors, and cost structures. Recognition of the University's commitment to a comprehensive liberal arts education is essential for this progress.

Each program was classified into one of four categories.

- Increased resources for programs assessed to be under-funded for the number of students they currently serve or for programs that additional resource allocation would likely result in significantly increased enrollments of large number of students.
- Programs being efficiently delivered and demonstrating marketability and interest by prospective students, and therefore no changes are necessary.
- A program plan is needed to enhance operational efficiency for programs assessed to be marketable and of interest to prospective and current students, yet staff size or other operational costs were considered unbalanced for the number of students currently enrolled in the major. Program plans should be developed to guide actions to increase student enrollment, reduce program expenses, or combination of both.
- Deletion or consolidation of programs assessed to have very low marketability for student recruitment and very low numbers of University students majoring in the field.

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
FUNCTIONS AND PLANNING PROGRAM (UNAUDITED)  
For the Year Ended June 30, 2019**

Academic Visioning

For the future of this University, it is critical that programs be developed to enhance the University's marketability in growing student enrollments at both the undergraduate and graduate levels. The University focused on four specific areas: new and modified programs, composition programs for adult learners and community college students, signature programs and micro degrees.

In addition, the visioning included the University's organization of academic colleges, schools and departments, learning platforms, and tuition models to enhance academic operations, increase interest from prospective students (both traditional and non-traditional), and create effective tuition strategies.

Location, Address and Head of the Agency

Dr. David M. Glassman, President  
Eastern Illinois University  
600 Lincoln Avenue  
Charleston, Illinois 61920

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
ANALYSIS OF SIGNIFICANT LAPSE PERIOD EXPENDITURES (UNAUDITED)  
For the Year Ended June 30, 2019**

There were no significant expenditures incurred during the lapse period.

STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
ANALYSIS OF SIGNIFICANT VARIATIONS IN REVENUE AND EXPENSE ACCOUNTS (UNAUDITED)  
For the Years Ended June 30, 2019 and 2018

|  | 2019          | 2018          | Increase<br>(Decrease) | Percentage<br>Change |
|--|---------------|---------------|------------------------|----------------------|
| <b>Operating Revenues:</b>                           |               |               |                        |                      |
| Student tuition and fees                             | \$ 32,286,965 | \$ 25,329,798 | \$ 6,957,167           | 27% (A)              |
| Federal grants and contracts                         | 485,412       | 471,895       | 13,517                 | 3%                   |
| State grants and contracts                           | 2,039,644     | 1,430,439     | 609,205                | 43% (B)              |
| Local grants and contracts                           | 82,777        | 204,714       | (121,937)              | -60%                 |
| Private grants and contracts                         | 861,028       | 847,184       | 13,844                 | 2%                   |
| Sales and services of educational departments        | 3,402,794     | 3,316,291     | 86,503                 | 3%                   |
| Auxiliary enterprises                                | 23,365,802    | 23,209,418    | 156,384                | 1%                   |
| Other operating revenues                             | 2,518,195     | 2,109,971     | 408,224                | 19%                  |
| <b>Operating Expenses:</b>                           |               |               |                        |                      |
| Educational and general                              |               |               |                        |                      |
| Instruction  | 63,908,621    | 94,976,219    | (31,067,598)           | -33% (C)             |
| Research   | 957,144       | 987,472       | (30,328)               | -3%                  |
| Public service                                       | 4,942,289     | 4,392,451     | 549,838                | 13%                  |
| Academic support                                     | 11,804,429    | 14,445,218    | (2,640,789)            | -18%                 |
| Student services                                     | 16,906,509    | 19,797,424    | (2,890,915)            | -15%                 |
| Institutional support                                | 7,950,960     | 9,915,098     | (1,964,138)            | -20%                 |
| Operations of maintenance of plant                   | 11,167,262    | 12,713,737    | (1,546,475)            | -12%                 |
| Student aid  | 2,467,340     | 1,042,162     | 1,425,178              | 137% (D)             |
| Auxiliary enterprises                                | 25,707,222    | 25,592,402    | 114,820                | 0%                   |
| Depreciation expense                                 | 15,433,181    | 14,515,620    | 917,561                | 6%                   |
| <b>Nonoperating Revenues (Expenses):</b>             |               |               |                        |                      |
| State appropriations                                 | 39,459,700    | 55,439,800    | (15,980,100)           | -29% (E)             |
| Payments on behalf of the University                 | 12,692,848    | 9,391,510     | 3,301,338              | 35%                  |
| Special funding situation relating to OPEB           | (23,803,797)  | 19,436,438    | (43,240,235)           | -222% (F)            |
| Special funding situation relating to pensions       | 41,598,334    | 40,346,404    | 1,251,930              | 3%                   |
| Gifts  | 2,881,988     | 2,832,106     | 49,882                 | 2%                   |
| Investment income (net)                              | 1,147,055     | 726,708       | 420,347                | 58% (G)              |
| Net increase (decrease) in fair value of investments | (15,426)      | 97,040        | (112,466)              | -116%                |
| Interest on capital asset-related debt               | (5,037,683)   | (5,272,555)   | 234,872                | -4%                  |
| Nonoperating grants and contracts                    | 18,750,104    | 25,930,139    | (7,180,035)            | -28% (H)             |
| Amortization of bond costs, premiums, and discounts  | (6,711)       | (6,970)       | 259                    | -4%                  |
| Payments to the Foundation                           | (24,280)      | (13,600)      | (10,680)               | 79%                  |
| Loss on disposal of capital assets                   | (72,144)      | (17,543)      | (54,601)               | 311%                 |
| Other nonoperating revenues (expenses)               | 1,451,278     | 1,504,110     | (52,832)               | -4%                  |
| <b>Other Changes in Net Assets:</b>                  |               |               |                        |                      |
| Additions to permanent endowments                    | 100,000       | 50,000        | 50,000                 | 100%                 |
| Impairment loss                                      | 0             | (8,453,849)   | 8,453,849              | -100% (I)            |
| Capital grants and gifts                             | 0             | 0             | -                      | N/A                  |
| Transfers from Capital Development Board             | 1,075,958     | 249,364       | 826,594                | 331% (J)             |

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
ANALYSIS OF SIGNIFICANT VARIATIONS IN REVENUE AND EXPENSE  
ACCOUNTS (UNAUDITED)  
For the Year Ended June 30, 2019**

All variances greater than \$200,000 and more than 20% from fiscal year 2018 are discussed below. Refer to the Analysis of Significant Variations in Revenue and Expense Accounts for the actual dollar changes.

Explanations of significant variances:

- (A) Student tuition and fees – Tuition and fee revenue increased due to the State funding its Monetary Assistance Program for a portion of fiscal year 2017 during fiscal year 2018. Due to accounting requirements, this created an artificial decline in fiscal year 2018's tuition and fees revenue, student aid expense, and non-operating grant revenues.
- (B) State grants and contracts – The increase in State grant revenue is primarily due to two State grants to the University.
- (C) Instruction expense – The University has sought to reduce its operating expenses through the past five fiscal years. In fiscal year 2019, instruction expense decreased primarily due to the University's recognition of other post-employment retirement benefit obligations paid by the State and allocated to the University.
- (D) Student aid expense – Student aid expense increased in fiscal year 2019 primarily due to the timing of the State's funding of the Monetary Assistance Program for fiscal year 2017 being received during fiscal year 2018.
- (E) State appropriations – At the beginning of fiscal year 2018, the State passed a 2017 appropriation, which due to its timing, was recognized during fiscal year 2018.
- (F) Special funding situation relating to OPEB – This decrease is due to the University's recognition of other post-employment benefits paid by the State and allocated to the University.
- (G) Investment income – Investment income increased due to the University's cash position and rising interest rates.
- (H) Nonoperating grants and contracts – Along with net tuition and fees revenue and student aid expense, the decrease in nonoperating grants is primarily due to the State's funding of its MAP program for a portion of fiscal year 2017 during fiscal year 2018.
- (I) Impairment loss – During fiscal year 2018, the University recognized an impairment loss associated with its renewable energy center.
- (J) Transfers from Capital Development Board – The Capital Development Board continued projects that had been stopped due to the State's budget impasse and began new projects.

STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
ANALYSIS OF SIGNIFICANT VARIATIONS IN ASSET, DEFERRED OUTFLOWS OF RESOURCES,  
LIABILITY, AND DEFERRED INFLOWS OF RESOURCES ACCOUNTS (UNAUDITED)  
JUNE 30, 2019 AND 2018

|  | 2019          | 2018          | Increase<br>(Decrease) | Percentage<br>Change |
|--|---------------|---------------|------------------------|----------------------|
| <b>Assets:</b>                                       |               |               |                        |                      |
| Current assets:                                      |               |               |                        |                      |
| Cash and cash equivalents                            | \$ 25,521,903 | \$ 24,854,043 | \$ 667,860             | 3%                   |
| Restricted cash and cash equivalents                 | 13,347,421    | 16,561,205    | (3,213,784)            | -19%                 |
| Restricted short-term investments                    | 92,263        | 64,976        | 27,287                 | 42%                  |
| Accounts receivable, net of allowance                | 15,135,864    | 13,947,599    | 1,188,265              | 9%                   |
| Inventories  | 1,389,735     | 1,451,325     | (61,590)               | -4%                  |
| Notes receivable, current portion, net               | 793,955       | 882,233       | (88,278)               | -10%                 |
| Other assets   | 865,585       | 957,194       | (91,609)               | -10%                 |
| Noncurrent assets:                                   |               |               |                        |                      |
| Notes receivable, less current portion               | 4,601,770     | 5,088,288     | (486,518)              | -10%                 |
| Endowment investments                                | 5,396,985     | 5,309,156     | 87,829                 | 2%                   |
| Restricted investments                               | 465,188       | 467,462       | (2,274)                | 0%                   |
| Other long-term assets                               | 6,045         | 8,492         | (2,447)                | -29%                 |
| Capital assets, net of accumulated depreciation      | 246,122,072   | 255,863,505   | (9,741,433)            | -4%                  |
| <b>Deferred Outflows of Resources:</b>               |               |               |                        |                      |
| Due to pension                                       | 108,206       | 106,194       | 2,012                  | 2%                   |
| Due to other postemployment benefits                 | 592,059       | 801,193       | (209,134)              | -26% (A)             |
| <b>Liabilities:</b>                                  |               |               |                        |                      |
| Current liabilities:                                 |               |               |                        |                      |
| Accounts payable and accrued liabilities             | 7,781,902     | 8,200,212     | (418,310)              | -5%                  |
| Unearned revenues                                    | 3,557,478     | 3,308,780     | 248,698                | 8%                   |
| Liability for other postemployment benefits, current | 122,107       | 194,155       | (72,048)               | -37%                 |
| Long-term liabilities, current portion               | 7,046,883     | 6,959,076     | 87,807                 | 1%                   |
| Noncurrent liabilities:                              |               |               |                        |                      |
| Long term liabilities, less current portion          | 81,171,399    | 86,430,825    | (5,259,426)            | -6%                  |
| Liability for other postemployment benefits          | 7,335,237     | 10,012,838    | (2,677,601)            | -27% (B)             |
| Federal loan program contributions refundable        | 5,795,952     | 5,739,197     | 56,755                 | 1%                   |
| <b>Deferred Inflows of Resources:</b>                |               |               |                        |                      |
| Due to other postemployment benefits                 | 3,086,852     | 969,151       | 2,117,701              | 219% (C)             |
| Due to split interest agreements                     | 465,188       | 467,462       | (2,274)                | 0%                   |

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
ANALYSIS OF SIGNIFICANT VARIATIONS IN ASSETS, DEFERRED OUTFLOWS  
OF RESOURCES, LIABILITY, AND DEFERRED INFLOWS OF RESOURCES  
ACCOUNTS (UNAUDITED)  
For the Year Ended June 30, 2019**

All variances greater than \$200,000 and more than 20% from fiscal year 2018 are discussed below. Refer to the Analysis of Significant Variations in Asset and Liability Accounts for the actual dollar changes.

Explanations of significant variances:

- (A) Deferred outflows of resources due to other postemployment benefits – This decrease was due to a lower allocation by the State of actuarial changes in State-paid postemployment benefits.
- (B) Liability for other postemployment benefits – This decrease was due to a lower allocation by the State of the obligation for State-paid postemployment benefits.
- (C) Deferred inflows of resources due to other postemployment benefits - The increase was due to a higher allocation by the State of actuarial changes in State-paid postemployment benefits.

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
ANALYSIS OF ACCOUNTS RECEIVABLE (UNAUDITED)  
For the Year Ended June 30, 2019**

Accounts receivable are as follows at June 30:

| Aging Analysis                        | <u>2019</u>         | <u>2018</u>         |
|---------------------------------------|---------------------|---------------------|
| Current                               | \$3,095,855         | \$2,464,256         |
| 1-180 days past due                   | 2,542,223           | 2,563,733           |
| 181 days past due                     | 2,937,739           | 2,699,613           |
| Over 1 year past due                  | <u>28,117,442</u>   | <u>24,828,546</u>   |
|                                       | 36,693,259          | 32,556,148          |
| Grants receivable not aged            | 749,524             | 540,877             |
| Scholarship receivables not aged      | <u>398,795</u>      | <u>771,799</u>      |
| Total accounts receivable             | 37,841,578          | 33,868,824          |
| Less: allowance for doubtful accounts | <u>(22,705,714)</u> | <u>(19,921,225)</u> |
|                                       | <u>\$15,135,864</u> | <u>\$13,947,599</u> |

The majority of the receivables relate to amounts due from student accounts for tuition and fees and room and board. Smaller receivable amounts are for summer camp activities, publication advertising and NCAA donations.

Scholarship receivables and grant receivables are not aged due to their nature. These are usually received from other governmental agencies within the semester in which the billings or expenses are incurred.

Collection Policies for Accounts Receivable

The University pursues a collection process for student receivables as soon as students begin their career at the University. Monthly statements are sent to the students as long as balances exist on their accounts. Unpaid balances are assessed a 1% per month finance charge. Records of students who do not pay their balances in full by a specified date are placed on hold so that they are prevented from receiving University services or registering for classes for the next semester.

Once students leave the University, monthly statements continue to be sent. After 90 days, if the balance of the account is more than \$1,000, the account is placed in the State Offset System. Large accounts (over \$200) with no payment activity are eventually placed with a collection agency for six months. Accounts between \$200 and \$1,000 are also placed into the State Offset System at the time they are referred to the collection agency.

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
CALCULATION SHEETS FOR CURRENT EXCESS FUNDS (UNAUDITED)  
June 30, 2019**

|   | Auxiliary Enterprises - Revenue Bonds |                       |                          | Auxiliary Enterprises - Other |                   |  |
|---|---------------------------------------|-----------------------|--------------------------|-------------------------------|-------------------|--|
|   | Student Living                        | Student Facilities    | Textbook Rental Services | Staff/ Student                | Regional Services |  |
| <b>1. CURRENT AVAILABLE FUNDS</b>                                       |                                       |                       |                          |                               |                   |  |
| Cash  | \$ 1,135,284                          | \$ (2,459,136)        | \$ 378,038               | \$ 142,965                    | \$ -              |  |
| Cash equivalents  | -                                     | -                     | -                        | -                             | -                 |  |
| Interfund receivables   | -                                     | -                     | -                        | -                             | -                 |  |
| Total current available funds   | <b>A. 1,135,284</b>                   | <b>(2,459,136)</b>    | <b>378,038</b>           | <b>142,965</b>                | <b>-</b>          |  |
| <b>2. WORKING CAPITAL ALLOWANCE</b>                                     |                                       |                       |                          |                               |                   |  |
| Add   |                                       |                       |                          |                               |                   |  |
| Highest month's expenditures  | 2,797,856                             | 967,144               | 333,839                  | 132,499                       | -                 |  |
| Encumbrances and current liabilities paid in lapse period               | 477,022                               | 67,449                | 3,816                    | 37,996                        | -                 |  |
| Deferred income   | 28,810                                | 37,384                | 37,443                   | 200,000                       | -                 |  |
| Refundable deposits   | 367,724                               | -                     | -                        | -                             | -                 |  |
| Accrued compensated absences  | 760,134                               | 120,314               | 11,940                   | -                             | -                 |  |
| Working Capital Allowance   | <b>B. 4,431,546</b>                   | <b>1,192,291</b>      | <b>387,038</b>           | <b>370,495</b>                | <b>-</b>          |  |
| <b>3. CURRENT EXCESS FUNDS</b>  |                                       |                       |                          |                               |                   |  |
| Deduct B from A   | <b>C. \$ (3,296,262)</b>              | <b>\$ (3,651,427)</b> | <b>\$ (9,000)</b>        | <b>\$ (227,530)</b>           | <b>\$ -</b>       |  |
| <b>4. CALCULATION OF INCOME FUND REMITTANCE</b>                         |                                       |                       |                          |                               |                   |  |
| An entity may offset excess capital on current funds within the entity. |                                       |                       |                          |                               |                   |  |
| Enter the amount to be offset, if any, here                             |                                       |                       |                          |                               |                   |  |
| <b>D.</b>   |                                       |                       |                          |                               |                   |  |
| Enter the algebraic sum of C and D and deposit into the Income Fund     |                                       |                       |                          |                               |                   |  |

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
CALCULATION SHEETS FOR CURRENT EXCESS FUNDS (UNAUDITED)  
June 30, 2019**

|   | Designated Funds - Auxiliary Activities |                     |                        |                             |                         |                  | Continuing<br>Education<br>Contract<br>Credit |
|---|---|---------------------|------------------------|-----------------------------|-------------------------|------------------|---|
|   | Student Fee<br>Programs                 | Material Fees       | Service<br>Departments | Student / Staff<br>Programs | Educational<br>Services | Public Service   |   |
| <b>1. CURRENT AVAILABLE FUNDS</b>                                       |   |                     |                        |                             |                         |                  |   |
| Cash  | \$ (656,156)                            | \$ 134,809          | \$ 12,668,312          | \$ 215,342                  | \$ 126,873              | \$ 451,421       | \$ (47,594)                                   |
| Cash equivalents  | -                                       | -                   | -                      | -                           | -                       | -                | -   |
| Total current available funds   | <b>A. (656,156) *</b>                   | <b>134,809</b>      | <b>12,668,312 *</b>    | <b>215,342</b>              | <b>126,873</b>          | <b>451,421</b>   | <b>(47,594)</b>                               |
| <b>2. WORKING CAPITAL ALLOWANCE</b>                                     |   |                     |                        |                             |                         |                  |   |
| Add   |   |                     |                        |                             |                         |                  |   |
| Highest month's expenditures  | 2,270,426                               | 66,348              | 6,158,312              | 79,785                      | 47,764                  | 184,726          | 379,198                                       |
| Encumbrances and current liabilities paid in lapse period               | 730,395                                 | 20,331              | 1,597,652              | 34,691                      | 9,441                   | 51,929           | 123,623                                       |
| Deferred income   | 542,174                                 | 8,567               | -                      | 3,464                       | 13,638                  | 190,560          | 121,219                                       |
| Refundable deposits   | -                                       | -                   | -                      | -                           | -                       | -                | -   |
| Accrued compensated absences  | -                                       | -                   | 71,233                 | -                           | -                       | -                | -   |
| Working Capital Allowance   | <b>B. 3,542,995</b>                     | <b>95,246</b>       | <b>7,827,197</b>       | <b>117,940</b>              | <b>70,843</b>           | <b>427,215</b>   | <b>624,040</b>                                |
| <b>3. CURRENT EXCESS FUNDS</b>  |   |                     |                        |                             |                         |                  |   |
| Deduct B from A   | <b>C. \$ (4,199,151)</b>                | <b>\$ 39,563</b>    | <b>\$ 4,841,115</b>    | <b>\$ 97,402</b>            | <b>\$ 56,030</b>        | <b>\$ 24,206</b> | <b>\$ (671,634)</b>                           |
| <b>4. CALCULATION OF INCOME FUND REMITTANCE</b>                         |   |                     |                        |                             |                         |                  |   |
| An entity may offset excess capital on current funds within the entity. |   |                     |                        |                             |                         |                  |   |
| Enter the amount to be offset, if any, here                             | <b>D.</b>                               | -                   | -                      | -                           | -                       | -                | -   |
| Enter the algebraic sum of C and D and deposit into the Income Fund     | <b>\$ 39,563</b>                        | <b>\$ 4,841,115</b> | <b>\$ 97,402</b>       | <b>\$ 56,030</b>            | <b>\$ 24,206</b>        | <b>\$ 24,206</b> | <b>\$ 24,206</b>                              |

Cash in the Student Fee Program and Service Departments entities does not match the balance sheets presented on page 46. For entity financial reporting, the allowance for bad debts, which is held in the Service Department entity, is presented in the Student Fee Program entity on the balance sheet.

STATE OF ILLINOIS  
 EASTERN ILLINOIS UNIVERSITY  
 CALCULATION SHEETS FOR CURRENT EXCESS FUNDS (UNAUDITED)  
 June 30, 2019

| Designated Funds - Auxiliary Activities -<br>Unique Charges Credit Courses |  |                      |                               |   |
|--|--|----------------------|-------------------------------|---|
|  | Faculty Led<br>International<br>Study Abroad | Outdoor<br>Education | Geology Field<br>Studies Even | Total Unique<br>Charges Credit<br>Courses |
|  | \$ (95,759)                                  | \$ (780)             | \$ (2,409)                    | \$ (98,948)                               |
|  | -  | -                    | -                             | -   |
| <b>A.</b>  | <u>(95,759)</u>                              | <u>(780)</u>         | <u>(2,409)</u>                | <u>(98,948)</u>                           |
|  |  |                      |                               |   |
|  | 12,870                                       | -                    | -                             | 12,870                                    |
|  | -  | -                    | -                             | -   |
|  | -  | -                    | -                             | -   |
|  | -  | -                    | -                             | -   |
|  | -  | -                    | -                             | -   |
| <b>B.</b>  | <u>12,870</u>                                | <u>-</u>             | <u>-</u>                      | <u>12,870</u>                             |
|  |  |                      |                               |   |
| <b>C.</b>  | <u>(108,629)</u>                             | <u>(780)</u>         | <u>(2,409)</u>                | <u>(111,818)</u>                          |

**D.**

1. CURRENT AVAILABLE FUNDS

Cash  
 Cash equivalents

Total current available funds

2. WORKING CAPITAL ALLOWANCE

Add

Highest month's expenditures  
 Encumbrances and current liabilities paid in lapse period  
 Deferred income  
 Refundable deposits  
 Accrued compensated absences

Working Capital Allowance

3. CURRENT EXCESS FUNDS

Deduct B from A

4. CALCULATION OF INCOME FUND REMITTANCE

An entity may offset excess capital on current funds within the entity.  
 Enter the amount to be offset, if any, here

Enter the algebraic sum of C and D and deposit into the  
 Income Fund

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
ANALYSIS OF INDIRECT COST REIMBURSEMENTS (UNAUDITED)  
SCHEDULE OF SOURCES AND APPLICATIONS  
For the Years Ended June 30, 2019 and 2018**

|                                 | <u>2019</u>              | <u>2018</u>              |
|---------------------------------|--------------------------|--------------------------|
| Sources                         |                          |                          |
| Federal                         | \$ 77,845                | \$ 76,956                |
| State                           | 227,161                  | 163,709                  |
| Other                           | 52,365                   | 16,833                   |
| Investment income               | 8,239                    | 3,195                    |
|                                 | <u>365,610</u>           | <u>260,693</u>           |
| Applications                    |                          |                          |
| Academic support                | 53,356                   | 78,169                   |
| Student services                | 8,714                    | 8,261                    |
| Institutional support           | 51,203                   | 109,965                  |
| Excess funds                    | 164,392                  | 614                      |
|                                 | <u>277,665</u>           | <u>197,009</u>           |
| Sources over applications       | 87,945                   | 63,684                   |
| Fund balance, beginning of year | <u>237,463</u>           | <u>173,779</u>           |
| Fund balance, end of year       | <u><u>\$ 325,408</u></u> | <u><u>\$ 237,463</u></u> |

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
ANALYSIS OF INDIRECT COST REIMBURSEMENTS (UNAUDITED)  
CALCULATION SHEET FOR INDIRECT COST CARRY-FORWARD  
For the Year Ended June 30, 2019**

1. Cash and Cash Equivalents Balance

Enter the June 30 indirect cost entity balance for cash and equivalents \$ 320,351

2. Allocated Reimbursements

Enter the total indirect cost reimbursements allocated for

\$418,971; enter 30% of this amount 125,691

3. Unallocated Reimbursements

Enter the lesser of the actual unallocated indirect cost reimbursements for the year completed OR 10% of total indirect cost allocations for the year completed 41,897

4. Encumbrances and Current Liabilities Paid in the Lapse Period

Enter the amount of

Current liabilities -

Encumbrances -

Total -

5. Indirect Cost Carry-forward

a. Enter the total of items 2, 3 and 4 167,588

Subtract line 5a. from item 1 \$ 152,763

If the positive number results, enter here and remit for deposit in the Income Fund \$ 152,763

STATE OF ILLINOIS  
 EASTERN ILLINOIS UNIVERSITY  
 EMPLOYMENT STATISTICS (UNAUDITED)  
 For the Years Ended June 30, 2019 and 2018

|                          | Instructional<br>Activities | Organized<br>Research | Public<br>Service | Academic<br>Support | Student<br>Services | Institutional<br>Support | Operations<br>and<br>Maintenance<br>Physical Plant | Independent<br>Operations | Total All<br>Functions |
|--------------------------|-----------------------------|-----------------------|-------------------|---------------------|---------------------|--------------------------|--|---------------------------|------------------------|
| Year ended June 30, 2019 |                             |                       |                   |                     |                     |                          |  |                           |                        |
| Appropriated funds       |                             |                       |                   |                     |                     |                          |  |                           |                        |
| Faculty/administrative   | 390.8                       | 10.0                  | 6.1               | 45.8                | 47.2                | 23.6                     | 2.0  | -                         | 525.5                  |
| Civil service            | 56.0                        | 1.1                   | -                 | 34.0                | 21.9                | 49.4                     | 47.8   | -                         | 210.2                  |
| Student employees        | 7.7                         | -                     | 3.9               | 7.0                 | 0.5                 | 2.7                      | 2.0  | -                         | 23.8                   |
| Total                    | 454.5                       | 11.1                  | 10.0              | 86.8                | 69.6                | 75.7                     | 51.8   | -                         | 759.5                  |
| Non-appropriated funds   |                             |                       |                   |                     |                     |                          |  |                           |                        |
| Faculty/administrative   | 7.3                         | 5.3                   | 15.1              | 3.5                 | 50.0                | 5.1                      | -  | 34.5                      | 120.8                  |
| Civil service            | 9.1                         | -                     | 24.0              | 1.0                 | 21.8                | 10.5                     | 86.4   | 81.2                      | 234.0                  |
| Student employees        | 6.4                         | 1.3                   | 4.2               | 4.0                 | 15.2                | 0.2                      | 33.6   | 105.8                     | 170.7                  |
| Total                    | 22.8                        | 6.6                   | 43.3              | 8.5                 | 87.0                | 15.8                     | 120.0  | 221.5                     | 525.5                  |
| Total all funds          | 477.3                       | 17.7                  | 53.3              | 95.3                | 156.6               | 91.5                     | 171.8  | 221.5                     | 1,285.0                |
| Year ended June 30, 2018 |                             |                       |                   |                     |                     |                          |  |                           |                        |
| Appropriated funds       |                             |                       |                   |                     |                     |                          |  |                           |                        |
| Faculty/administrative   | 411.7                       | 0.6                   | 2.5               | 39.9                | 52.2                | 21.4                     | 2.4  | -                         | 530.7                  |
| Civil service            | 65.1                        | 1.0                   | -                 | 33.5                | 20.3                | 42.4                     | 48.9   | -                         | 211.2                  |
| Student employees        | 8.1                         | -                     | 3.5               | 7.1                 | 0.5                 | 1.6                      | 2.4  | -                         | 23.2                   |
| Total                    | 484.9                       | 1.6                   | 6.0               | 80.5                | 73.0                | 65.4                     | 53.7   | -                         | 765.1                  |
| Non-appropriated funds   |                             |                       |                   |                     |                     |                          |  |                           |                        |
| Faculty/administrative   | 9.2                         | 6.1                   | 15.3              | 3.7                 | 45.9                | 5.1                      | 0.8  | 32.9                      | 119.0                  |
| Civil service            | 7.9                         | -                     | 18.8              | 0.9                 | 20.9                | 10.8                     | 90.6   | 82.1                      | 232.0                  |
| Student employees        | 4.9                         | 1.8                   | 3.8               | 3.8                 | 17.2                | 0.1                      | 33.6   | 108.6                     | 173.8                  |
| Total                    | 22.0                        | 7.9                   | 37.9              | 8.4                 | 84.0                | 16.0                     | 125.0  | 223.6                     | 524.8                  |
| Total all funds          | 506.9                       | 9.5                   | 43.9              | 88.9                | 157.0               | 81.4                     | 178.7  | 223.6                     | 1,289.9                |

This information has been provided by the University's Office of Budget Planning and Institutional Research.

Staff years are computed by dividing the employees' number of months of employment during the fiscal year by 12 and multiplying that number by a factor of one for full-time and multiplying by the percentage of appointment for part-time. Examples of staff year computations are as follows:

- 1 full-time employee employed 12 months of the fiscal year counts - 1 staff year
- 1 full-time employee employed 6 months of the fiscal year counts - .5 staff year
- 1 one-third time employee employed 12 months of the fiscal year counts - .33 staff year
- 1 one-third time employee employed 6 months of the fiscal year counts - .17 staff year

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
ANNUAL COST STATISTICS (UNAUDITED)  
For the Years Ended June 30, 2019 and 2018**

Following is a computation of cost per full-time equivalent student:

|  | <u><b>2019</b></u>      | <u><b>2018</b></u>      |
|--|-------------------------|-------------------------|
| Total education and general expenses/expenditures from current appropriated funds* | \$ 39,451,700           | \$ 55,431,800           |
| Expenses/expenditures from locally held University Income Fund                     | <u>46,999,420</u>       | <u>47,739,936</u>       |
| Total expenses from current appropriated and locally held funds                    | 86,451,120              | 103,171,736             |
| Full-time equivalent students  | <u>÷ 5,881</u>          | <u>÷ 5,383</u>          |
| <b>COST PER FULL-TIME EQUIVALENT STUDENT</b>                                       | <u><u>\$ 14,700</u></u> | <u><u>\$ 19,166</u></u> |

\*Amount represents total General Fund expenses less the amount for payments on behalf of the University.

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
BOOKSTORE INFORMATION (UNAUDITED)  
For the Year Ended June 30, 2019**

The University owns and operates its own textbook rental and bookstore operation. The following is the summary of the textbook rental and bookstore operation.

|   |  |
|---|--|
| Contractor  | Not applicable   |
| Contract term   | Not applicable   |
| Bookstore and textbook rental information                           | <ul style="list-style-type: none"> <li>• The textbook rental facility takes care of procuring the textbooks that the students use in their classes.</li> <li>• The academic personnel of EIU 1) determine the textbook needs of the University; 2) decide which books need to be replaced; and 3) order updated textbooks.</li> <li>• Students pay \$9.75 per credit hour and are fined for damages, if necessary.</li> <li>• The faculty must use the textbook for two years or three consecutive semesters before switching.</li> <li>• Bookstore sells supplementary textbook materials but not the actual textbooks. It also sells office supplies, computers, and other merchandise.</li> </ul> |
| Amount of gross textbook rental income for FY 19                    | \$1,524,868  |
| Amount of textbook purchases for Bookstore for FY 19                | \$1,157,488  |
| Amount to be paid to the bookstore for FY 19 (if any) by University | Not applicable   |
| Commissions   | Not applicable   |
| Commission terms  | Not applicable   |
| Given exclusive rights  | Yes  |
| Competition/"Other" nearby/ On campus bookstore and textbook rental | None   |

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
SPECIAL DATA REQUIREMENTS FOR UNIVERSITY AUDITS (UNAUDITED)  
For the Year Ended June 30, 2019**

In accordance with an Office of the Auditor General, July 25, 2000, memorandum entitled “Matters Regarding University Audits” (Memorandum), certain supplemental data is required to be reported for University audits. The table below cross references the memorandum requirements (indicated by number and letter paragraph references) to the University’s financial audit and compliance examination reports for the year ended June 30, 2019, where such special data is found.

**Compliance Findings**

- 13(a) There were no violations of the compliance requirements of the University Guidelines identified during the financial audit and compliance examination of Eastern Illinois University for the year ended June 30, 2019.

**Indirect Cost Reimbursements**

- 13(b) A statement of the sources and application of indirect cost recoveries is presented on page 76.
- 13(c) The University’s calculation sheet for indirect cost carry-forward and any required remittance to the University’s income fund is presented on page 77.

**Tuition Diversion to Auxiliary Enterprise Operations**

- 13(d) There were no diversions of tuition revenues to auxiliary enterprise operations identified during the financial audit and compliance examination of Eastern Illinois University for the year ended June 30, 2019.

**Auxiliary Enterprises, Activities, and Accounting Entities**

- 13(e) An identification of each specific accounting entity and a description of each entity’s sources of revenues and purpose are presented on Schedule 8 within this report at pages 44-45.
- 13(f) The present financial statements for each accounting entity are presented on Schedules 9-20 within this report at pages 46-60. These entity financial statements should be read in conjunction with the University’s audited financial statements for the year ended June 30, 2019.

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
SPECIAL DATA REQUIREMENTS FOR UNIVERSITY AUDITS (UNAUDITED)  
For the Year Ended June 30, 2019**

**Auxiliary Enterprises, Activities, and Accounting Entities (continued)**

- 13(g) The University's calculation sheets for current excess funds within each accounting entity and any required remittance to the University's income fund are presented on pages 73-75.
- 13(h) University management discloses support received by auxiliary enterprises of approximately (\$2,232,672) of group insurance expense and \$8,358,911 of retirement plan contributions were paid from State appropriated funds for the year ended June 30, 2019. These payments are shown in the University's financial statements as "Payments on behalf of the University", "Special funding situation relating to OPEB", and "Special funding situation relating to pensions".
- 13(i) The revenues and expenses for various bond indenture accounts are presented on Schedules 9-13 within this report at pages 46-52. A description of the Student Living, Student Facilities, and Textbook Rental entities' sources of revenues and purpose are presented on Schedule 8 within this report at pages 44-45.
- 13(j) There were no violations of the bond covenants identified during the financial audit and compliance examination of Eastern Illinois University for the year ended June 30, 2019.
- 13(k) The University does not currently have any non-instructional facilities reserves established by the University's Board of Trustees.

**University Related Organizations (UROs)**

- 13(l) The University has two UROs, the Eastern Illinois University Foundation and the Eastern Illinois University Alumni Association, Inc. The University does not have any "Independent Organizations" under Section VII of the University Guidelines.
- 13(m) A summary of Eastern Illinois University Foundation payments to the University for services provided by the University is presented within this report at page 84. A summary of Eastern Illinois University Alumni Association, Inc. payments to the University for services provided by the University is presented within this report at page 85.
- 13(n) A summary of University payments to the Eastern Illinois University Foundation for services provided by the Eastern Illinois University Foundation is presented within this report at page 84. A summary of University payments to the Eastern Illinois University Alumni Association, Inc. for services provided by the Eastern Illinois University Alumni Association, Inc. is presented within this report at page 85.

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
SPECIAL DATA REQUIREMENTS FOR UNIVERSITY AUDITS (UNAUDITED)  
For the Year Ended June 30, 2019**

**University Related Organizations (UROs) (continued)**

- 13(o) A disclosure of the cumulative amount of unreimbursed subsidies to the Eastern Illinois University Foundation is presented within this report at page 84. A disclosure of the cumulative amount of unreimbursed subsidies to the Eastern Illinois University Alumni Association, Inc. is presented within this report at page 85.
- 13(p) Neither the Eastern Illinois University Foundation nor the Eastern Illinois University Alumni Association, Inc. had any debt financing at June 30, 2019.

**Other Topics**

- 13(q) The Comparative Schedule of Cash and Cash Equivalents is presented on Schedule 6 within this report at page 42. The Comparative Schedule of Investments is presented on Schedule 7 within this report at page 43.
- 13(r) The University's income from investments of pooled funds has been allocated and credited to the original sources of the funds, to the extent practical. There was no unallocated investment income required to be paid into the University's Income Fund.
- 13(s) The cost per full-time equivalent student – prepared in accordance with requirements of the State of Illinois, Board of Higher Education – is presented within this report at page 79.
- 13(t) The University, Eastern Illinois University Foundation, and Eastern Illinois University Alumni Association, Inc. did not purchase real estate with acquisition costs in excess of \$250,000 that were not funded by a separate, specific appropriation from the General Assembly.
- 13(u) The University's Certificate of Participation issuances are disclosed within the financial audit report at Note 13.

**Other Schedules for Universities**

- 13(1) An analysis of State appropriations to the University is presented on Schedules 2-3 within this report at pages 38-39.
- 13(2) A Comparative Schedule of Revenues and Expenses for the University's Income Fund is presented on Schedule 4 within this report at page 40.
- 13(3) Separate schedules of tuition and fee waivers for undergraduate and graduate students, respectively, are presented within this report at pages 86-87.

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
SUMMARY OF EASTERN ILLINOIS UNIVERSITY FOUNDATION  
TRANSACTIONS WITH THE UNIVERSITY (UNAUDITED)  
For the Years Ended June 30, 2019 and 2018**

During the years ended June 30, 2019 and 2018, the Foundation was under contract with the University to provide the University with fund-raising services. As provided in the contract, the University provided cash, services and other resources to the Foundation in the amount of \$72,805 and \$65,265, respectively. Although not required by contract, the Foundation fully repaid the University for these advances using cash, services and resources considered unrestricted for purposes of the *University Guidelines* computations. In addition, the Foundation gave the University funds, which are considered restricted for purposes of the Guidelines computations. Presented below is a summary of all funds that the Foundation gave to the University during the years ended June 30:

|  | <u>2019</u>                | <u>2018</u>                |
|--|----------------------------|----------------------------|
| Funds considered unrestricted for purposes of the Guidelines computations:                                     |                            |                            |
| Restricted only as to campus, college or department and generally available for on-going University operations | \$ 2,669,850               | \$ 2,610,013               |
| Office and warehouse space and utilities provided at no charge   | <u>68,699</u>              | <u>57,056</u>              |
| Total funds considered unrestricted  | <u>2,738,549</u>           | <u>2,667,069</u>           |
| Funds considered restricted for purposes of the Guidelines computations:                                       |                            |                            |
| Given for scholarships, grants and awards  | <u>1,189,969</u>           | <u>1,069,632</u>           |
| Total funds considered restricted  | <u>1,189,969</u>           | <u>1,069,632</u>           |
| Total funds provided to the University by the Foundation   | <u><u>\$ 3,928,518</u></u> | <u><u>\$ 3,736,701</u></u> |

There were no unreimbursed subsidies from the University to the Eastern Illinois University Foundation at June 30, 2019.

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
SUMMARY OF EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.  
TRANSACTIONS WITH THE UNIVERSITY (UNAUDITED)  
For the Years Ended June 30, 2019 and 2018**

The Alumni Association provided office space to the University with an annual fair market value of \$52,283 and \$52,650 for fiscal years ended June 30, 2019 and 2018, respectively.

Additionally, during the fiscal years ended June 30, 2019 and 2018, the Alumni Association provided unrestricted grants to the University in the amounts of \$16,520 and \$18,273, respectively.

No funds were given by the Alumni Association to the University for restricted purposes. The University provided cash, services, and other resources to the Alumni Association in the amount of \$70,502 and \$46,374 for fiscal years ended June 30, 2019 and 2018, respectively.

There were no unreimbursed subsidies from the University to the Eastern Illinois University Alumni Association, Inc. at June 30, 2019.

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
UNDERGRADUATE TUITION AND FEE WAIVERS (UNAUDITED)  
For the Year Ended June 30, 2019**

|  | Number of Recipients * | Tuition Waived    |                                 | Fees Waived          |                                 |
|--|------------------------|-------------------|---------------------------------|----------------------|---------------------------------|
|  |                        | Number of Waivers | Value of Waivers (In Thousands) | Number of Recipients | Value of Waivers (In Thousands) |
| <b><u>MANDATORY WAIVERS</u></b>            |                        |                   |                                 |                      |                                 |
| Teacher Special Education                  | 39                     | 39                | \$ 330.9                        | -                    | \$ -                            |
| General Assembly                           | -                      | -                 | -                               | -                    | -                               |
| Reserve Officer's Training Corps           | 44                     | 44                | 349.9                           | -                    | -                               |
| Department of Children and Family Services | 18                     | 18                | 73.8                            | 1                    | 0.1                             |
| Children of Employees                      | 104                    | 104               | 405.6                           | -                    | -                               |
| Veterans Grants and Scholarship            | 178                    | 177               | 911.6                           | 143                  | 50.0                            |
| Senior Citizens                            | -                      | -                 | -                               | -                    | -                               |
| <b>SUBTOTAL</b>                            | <b>381</b>             | <b>380</b>        | <b>2,071.8</b>                  | <b>144</b>           | <b>50.1</b>                     |
| <b><u>DISCRETIONARY WAIVERS</u></b>        |                        |                   |                                 |                      |                                 |
| Faculty Administrators (Non-Civil Service) |                        |                   |                                 |                      |                                 |
| Civil Service                              | -                      | -                 | -                               | -                    | -                               |
| Academic/Other Talent                      | 19                     | 19                | 56.8                            | 17                   | 8.9                             |
| Athletic                                   | 168                    | 168               | 206.6                           | -                    | -                               |
| Gender Equity in Intercollegiate Athletics | 178                    | 178               | 860.9                           | -                    | -                               |
| Foreign Exchange Students                  | 67                     | 67                | 439.7                           | -                    | -                               |
| Foreign Students                           | 1                      | 4                 | 4.4                             | 1                    | 1.3                             |
| Student Need - Financial Aid               | 26                     | 26                | 91.2                            | -                    | -                               |
| Cooperating Professionals                  | 8                      | 8                 | 18.5                            | -                    | -                               |
| Research Assistants                        | -                      | -                 | -                               | -                    | -                               |
| Teaching Assistants                        | -                      | -                 | -                               | -                    | -                               |
| Other Assistants                           | -                      | -                 | -                               | -                    | -                               |
| Student Employment                         | -                      | -                 | -                               | -                    | -                               |
| Interinstitutional/Related Agencies        | 98                     | 98                | 287.6                           | -                    | -                               |
| Children of Deceased Employees             | 2                      | 2                 | 13.0                            | 2                    | 4.5                             |
| Retired Employees                          | -                      | -                 | -                               | -                    | -                               |
| Others:                                    |                        |                   |                                 |                      |                                 |
| Washington Center                          | 1                      | 1                 | 1.6                             | -                    | -                               |
| Panther Promise                            | 884                    | 884               | 2,020.6                         | -                    | -                               |
| <b>SUBTOTAL</b>                            | <b>1,365</b>           | <b>1,365</b>      | <b>4,000.9</b>                  | <b>20</b>            | <b>14.7</b>                     |
| <b>TOTAL</b>                               | <b>1,699</b>           | <b>1,745</b>      | <b>\$ 6,072.7</b>               | <b>164</b>           | <b>\$ 64.8</b>                  |

\* Subtotals are unduplicated

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
GRADUATE TUITION AND FEE WAIVERS (UNAUDITED)  
For the Year Ended June 30, 2019**

|  | Number of Recipients * | Tuition Waived       |                                 | Fees Waived          |                                 |
|--|------------------------|----------------------|---------------------------------|----------------------|---------------------------------|
|  |                        | Number of Recipients | Value of Waivers (In thousands) | Number of Recipients | Value of Waivers (In thousands) |
| <b><u>MANDATORY WAIVERS</u></b>            |                        |                      |                                 |                      |                                 |
| Teacher Special Education                  | 2                      | 2                    | \$ 6.8                          | -                    | \$ -                            |
| General Assembly                           | -                      | -                    | -                               | -                    | -                               |
| ROTC                                       | 2                      | 2                    | 10.8                            | -                    | -                               |
| Senior Citizens                            | 1                      | 1                    | 6.7                             | -                    | -                               |
| <b>SUBTOTAL</b>                            | <b>5</b>               | <b>5</b>             | <b>24.3</b>                     | <b>-</b>             | <b>-</b>                        |
| <b><u>DISCRETIONARY WAIVERS</u></b>        |                        |                      |                                 |                      |                                 |
| Faculty/Administrators (Non-Civil Service) | 27                     | 27                   | 63.9                            | 27                   | 18.4                            |
| Civil Service                              | 20                     | 20                   | 47.6                            | 20                   | 12.9                            |
| Retired Employees                          | 7                      | 7                    | 9.0                             | 7                    | 3.3                             |
| Foreign Students                           | 42                     | 42                   | 230.3                           | -                    | -                               |
| Foreign Exchange Students                  | 2                      | 2                    | 16.0                            | 2                    | 2.3                             |
| Student Need - Financial Aid               | -                      | -                    | -                               | -                    | -                               |
| Student Need - Special Programs            | -                      | -                    | -                               | -                    | -                               |
| Cooperating Professionals                  | 108                    | 108                  | 132.6                           | 35                   | 12.9                            |
| Research Assistants                        | 82                     | 82                   | 612.5                           | -                    | -                               |
| Teaching Assistants                        | 74                     | 74                   | 666.5                           | -                    | -                               |
| Other Assistants                           | 272                    | 272                  | 2,564.4                         | -                    | -                               |
| Interinstitutional/Related Agencies        | 22                     | 22                   | 53.7                            | -                    | -                               |
| Contract/Training Grants                   | 10                     | 10                   | 13.6                            | -                    | -                               |
| Others:                                    | -                      | -                    | -                               | -                    | -                               |
| <b>SUBTOTAL</b>                            | <b>641</b>             | <b>641</b>           | <b>4,410.1</b>                  | <b>91</b>            | <b>49.8</b>                     |
| <b>TOTAL</b>                               | <b>646</b>             | <b>646</b>           | <b>\$ 4,434.4</b>               | <b>91</b>            | <b>\$ 49.8</b>                  |

\* Subtotals are unduplicated

**STATE OF ILLINOIS  
EASTERN ILLINOIS UNIVERSITY  
SCHEDULE OF ACCRUED LIABILITIES FOR EMPLOYEE  
COMPENSATED ABSENCES (Unaudited)  
FOR THE YEAR ENDED JUNE 30, 2019**

The total liability for accrued compensated absences at June 30 for the last ten years is presented below:

| Year Ended<br>June 30 | Accrued<br>Vacation Pay | Accrued<br>Sick Pay | Compensatory<br>Time Off * | Total       |
|-----------------------|-------------------------|---------------------|----------------------------|-------------|
| 2019                  | \$4,237,398             | \$1,259,624         | \$64,638                   | \$5,561,660 |
| 2018                  | 4,282,748               | 1,694,645           | 50,972                     | 6,028,365   |
| 2017                  | 4,615,111               | 2,310,588           | 64,348                     | 6,990,047   |
| 2016                  | 5,111,935               | 2,714,768           | 67,734                     | 7,894,437   |
| 2015                  | 5,898,526               | 3,556,230           | 72,818                     | 9,527,574   |
| 2014                  | 5,938,994               | 4,038,048           | 88,447                     | 10,065,489  |
| 2013                  | 6,274,752               | 5,330,174           | 94,989                     | 11,699,915  |
| 2012                  | 5,928,980               | 5,466,950           | 86,355                     | 11,482,285  |
| 2011                  | 6,350,884               | 6,529,233           | 78,327                     | 12,958,444  |
| 2010                  | 6,338,101               | 6,970,192           | 77,526                     | 13,385,819  |

The University has not identified any sources of funds, other than appropriations, to liquidate this liability.

\* In accordance with the Board of Governors Regulations (Section II, Subsection C.8.a) for 1996 and 1997 and Eastern Illinois University’s Internal Governing Policy #38 for 1998 to 2012, the University will compensate civil service employees for overtime “at time and one half in cash or by allowing compensatory time off, for all time in a work week in excess of the number of hours of work comprising an established full-time daily or weekly work schedule.” Civil service employees may carry over the unused compensatory time off for one year. At that time, the compensatory time off must either be used or the employee is paid in cash.